FUNDING SUMMARY

FY 2002 APPROPRIATIONS

INCREASES AND DECREASES IN GENERAL FUND STANDING APPROPRIATIONS FOR FY 2002

- House File 755 makes a total reduction of \$46.6 million from budgeted FY 2002 standing appropriations. This is a reduction of \$46.3 million from the FY 2001 estimated net appropriations.
- Appropriates a total of \$2.3 million for FY 2002 from the General Fund to the Department of Education and the Department of Human Services.
- Appropriates \$150,000 from the General Fund to the Department of Education for the Americorps After-School Initiative. (Page 9, Line 30)
- Appropriates \$150,000 from the General Fund to the Department of Education for the Jobs for America's Graduates (JAG) Program. (Page 9, Line 33)
- Appropriates \$2.0 million from the General Fund to the Department of Human Services for General Administration. (Page 10, Line 4)
- Makes a total reduction of \$46.6 million from the budgeted FY 2002 standing appropriations. This is a reduction of \$46.3 million from the FY 2001 estimated net appropriations.
- Reduces the FY 2002 budgets for the General Assembly and legislative agencies by \$1.6 million. (Page 1, Line 21)
- Reduces the FY 2002 standing appropriation for Executive Council Performance of Duty by \$1.0 million. (Page 1, Line 27)
- Reduces the FY 2002 standing appropriation for State Appeal Board Claims by \$2.0 million. (Page 1, Line 33)
- Eliminates the FY 2002 standing appropriation to the Secretary of State for printing constitutional amendments and public measures. (Page 2, Line 6)
- Reduces the General Fund allocation of State school foundation aid that school districts provide to area education agencies by \$7.5 million in FY 2002. Requires the Department of Management to prorate the reduction based upon the total each school district would have received if no reduction were imposed. Allows area education agencies to use funds from the Media Services Program and the Educational Services Program to maintain the level required for the Special Education Support Services Program. (Page 2, Line 13)
- Reduces the FY 2002 General Fund standing appropriation to the Early Intervention Block Grant Program by \$10.0 million. (Page 2, Line 29) *The Governor vetoed this item.*
- Reduces the FY 2002 standing appropriation to the Department of Education for the School Improvement Technology Block Grant Program by \$20.0 million. (Page 3, Line 1)

INCREASES AND DECREASES IN GENERAL FUND STANDING APPROPRIATIONS FOR FY 2002 (CONTINUED)

FY 2003 GENERAL FUND APPROPRIATION

CONTINGENT APPROPRIATIONS -DEBT SERVICE AND TOBACCO FUND APPROPRIATIONS TUITION REPLACEMENT

- Reduces the FY 2002 standing appropriation to the Department of Education for At-Risk Children Programs by \$1.0 million. Requires the reduction be prorated among the grant programs. (Page 3, Line 14)
- Appropriates \$7.6 million to the Department of Education for Nonpublic School Transportation. This reduces the standing appropriation by \$505,000. (Page 3, Line 24) *The Governor vetoed this item.*
- Reduces the FY 2002 standing appropriation to the Department of Education for Phase III of the Educational Excellence Program by \$2.0 million. (Page 3, Line 35) *The Governor vetoed this item.*
- Reduces the FY 2002 standing appropriation for Department of Transportation Public Transit Assistance by \$660,000. (Page 4, Line 7)
- Eliminates the FY 2002 standing appropriation of \$25,000 to the County of Tama for the Indian Settlement Officer. (Page 4, Line 15)
- Reduces the FY 2002 appropriation to the Department of Corrections for the payment of special court costs and attorney fees by \$66,000. (Page 4, Line 22)
- Eliminates the standing appropriation for the poultry show exhibition reimbursement. This was a standing limited appropriation of \$500. (Page 4, Line 29)
- Appropriates \$14.9 million from the General Fund in FY 2003 for county mental health, mental retardation, and developmental disabilities allowed growth factor adjustment. This represents a 2.5% growth factor. (Page 1, Line 3)
- Makes a contingent appropriation of \$26.1 million from the General Fund for FY 2002 to the Board of Regents for allocation to the University of Iowa, Iowa State University, and the University of Northern Iowa for reimbursement for tuition replacement. This appropriation is in lieu of the General Fund appropriation made in SF 535 (FY 2002 Education Appropriations Act) and is contingent upon enactment of SF 532 (Tobacco Securitization Act). (Page 6, Line 24)

DETAIL: This appropriation reimburses the universities for principal and interest payments on Academic Revenue Bonds.

CONTINGENT APPROPRIATIONS -DEBT SERVICE AND TOBACCO FUND APPROPRIATIONS TUITION REPLACEMENT (CONTINUED) • Makes a contingent appropriation of \$600,000 from the Tobacco Settlement Fund for FY 2002 to the Board of Regents for allocation to the University of Iowa, Iowa State University, and the University of Northern Iowa for reimbursement for tuition replacement. This appropriation is in lieu of the General Fund appropriation made in SF 535 (FY 2002 Education Appropriations Act), and is contingent upon enactment of SF 532 (Tobacco Securitization Act), and the receipt of bond proceeds. (Page 6, Line 33)

IOWA COMMUNICATIONS NETWORK DEBT SERVICE DETAIL: These two appropriations total \$26.7 million and are in lieu of the \$26.7 million appropriation from the General Fund made in SF 535 (FY 2002 Education Appropriations Act).

 Makes a contingent appropriation of \$9.9 million from the Tobacco Fund to the Treasurer of State for debt service for the Iowa Communications Network (ICN). This appropriation is in lieu of the General Fund appropriation made in HF 719 (FY 2002 Oversight and Communications Appropriations Act), and is contingent upon enactment of SF 532 (Tobacco Securitization Act). (Page, 7, Line 17)

• Makes a contingent appropriation of \$1.5 million from the Tobacco Settlement Fund to the Treasurer of State for debt service for the ICN. This appropriation is in lieu of the General Fund appropriation made in HF 719 (FY 2002 Oversight and Communication Appropriations Act), and is contingent upon enactment of SF 532 (Tobacco Securitization Act), and the receipt of bond proceeds. (Page 7, Line 28)

DETAIL: These two appropriations total \$11.4 million and are in lieu of the \$11.4 million appropriation from the General Fund in HF 719 (FY 2002 Oversight and Communications Act).

• Requires that funds appropriated in this Division for the ICN debt service be deposited in a separate fund in the Treasurer's Office used solely for debt service for the ICN. (Page 8, Line 7)

PRISON INFRASTRUCTURE BONDS

 Makes a contingent appropriation of \$5.2 million from the Tax-exempt Bond Proceeds Restricted Capital Funds Account of the Tobacco Settlement Trust Fund to the Treasurer of State for repayment of prison infrastructure bonds. The appropriation is contingent upon the enactment of SF 532 (Tobacco Securitization Act). (Page 8, Line 19)

LITIGATION FEES

• Makes a contingent appropriation of \$10.6 million from the Tax-exempt Bond Proceeds Restricted Capital Funds Account of the Tobacco Settlement Trust Fund to the Treasurer of State for payment of litigation fees incurred pursuant to the Tobacco Master Settlement Agreement. The appropriation is contingent upon the enactment of SF 532 (Tobacco Securitization Act). (Page 8, Line 30)

LITIGATION FEES (CONTINUED)

TRANSFERS

SIGNIFICANT CHANGES TO THE CODE OF IOWA

- Provides that the appropriations are effective only if SF 532 is enacted and the Tobacco Settlement Authority securitizes Tobacco Master Settlement Agreement payments. The effective date is the date of the receipt of the bond proceeds by the Tobacco Settlement Authority and the deposit into the designated accounts. (Page 9, Line 5)
- Requires that interest and earnings on money deposited in the Iowa Economic Emergency Fund and the Cash Reserve Fund be credited to the General Fund for FY 2002. (Page 10, Line 15)

DETAIL: It is estimated that \$31.0 million will be deposited in the General Fund. Under current law, the interest flows to the Rebuild Iowa Infrastructure Fund (RIIF).

• Transfers the unencumbered and unobligated balance in the Groundwater Protection Fund as of June 30, 2001, to the General Fund. (Page 10, Line 21)

DETAIL: The estimated balance to be transferred is \$7.0 million.

- Requires that the physical exam of applicants for law enforcement and fire fighter positions be conducted in accordance with the directives of the board of trustees of the fire and police retirement system rather than by the appointed three-member medical board. (Page 5, Line 7)
- Adds psychiatric services provided by a licensed physician to the medical services included within immunity from civil liability for voluntary services at eligible hospitals, clinics, or facilities approved by the Director of the Department of Public Health. (Page 10, Line 27)
- Reduces the annual dollar amount of job credits that may be allocated to the Accelerated Career Education (ACE) Program from \$6.0 million to \$3.0 million. The reduction applies to FY 2002 and subsequent fiscal years. Accelerated Career Education job credits are funded through a diversion from the General Fund of employee withholding tax payments. (Page 11, Line 35)

DETAIL: The change will increase State General Fund revenues by \$3.0 million, beginning in FY 2002.

• Provides that a school board of a school district that <u>is contiguous</u> to a reorganized area education agency (AEA) may petition the school district's current area education agency Board and the reorganized area education agency's Board to join the reorganized area education agency. With approval of both AEA boards, the reorganization will take effect on July 1 following approval by the State Board of Education. School districts may appeal decisions to the State Board. (Page 13, Line 4)

HOUSE FILE 755

EXECUTIVE SUMMARY STANDING APPROPRIATIONS ACT

SIGNIFICANT CHANGES TO THE CODE OF IOWA (CONTINUED)

- Provides that a school board of a school district that <u>is within</u> a reorganized area education agency and is contiguous to another area education agency before the reorganization, may petition the reorganized area education agency's board and the contiguous area education agency's board to join that area education agency. With approval of both AEA boards, the reorganization will take effect on July 1 following approval by the State Board of Education. School districts may appeal decisions to the State Board. (Page 13, Line 18)
- Requires the Department of Education to ascertain the maximum annual amount a school district shall be required to use for the purchase of textbooks for accredited nonpublic schools. The amount allocated will be in the proportion of the basic enrollment of the nonpublic school to the sum of the basic enrollments of all participating accredited nonpublic schools. Enrollments at the nonpublic schools will be certified to the Department by October 1. By October 15, the Department will notify each school board of the amount available for purchasing eligible textbooks. (Page 14, Line 23) *The Governor vetoed this item*.
- Requires that a municipality may certify to the county auditor the amount of Physical Plant and Equipment Levy (PPEL) revenue necessary to make bond payments. Indebtedness incurred to refund bonds issued before July 1, 2000, cannot be included in the amount certified. Requires the school district to pay the PPEL revenue to the municipality by November 1 and May 1 of the fiscal year following certification. Current law requires that the revenue be paid by November 1. (Page 15, Line 26)
- Requires that in subsequent years a municipality may only certify for PPEL revenue if the municipality had certified for PPEL revenue for the fiscal year beginning July 1, 2000. A municipality cannot certify an amount more than it certified for the fiscal year beginning July 1, 2000. If a municipality misses the certification deadline for a fiscal year, the municipality is not eligible to receive PPEL revenue from the school district. If a school district and municipality do not agree on the amount of PPEL revenue a municipality may certify, either party may, by July 31, request that the State Appeal Board review and make a final decision on the amount that may be certified. The burden is on the municipality to prove that it needs the revenue to pay bonds issued prior to July 1, 2000. The State Appeal Board must make a decision no later than the following October 1. (Page 16, Line 34)
- Amends SF 514 (Pollution Control Property Tax Exemption Bill) to specify property limitations. (Page 17, Line 27) *The Governor vetoed this item.*
- Allows certified hunter safety and ethics instructors to conduct hunter safety and ethics education courses on public school property. (Page 18, Line 4)

HOUSE FILE 755

EXECUTIVE SUMMARY STANDING APPROPRIATIONS ACT

INTENT LANGUAGE

CORRECTIVE CHANGES TO THE CODE OF IOWA

CORRECTIVE AMENDMENTS TO 2001 IOWA ACTS

- Specifies legislative intent that the Iowa Finance Authority provide \$121,000 from Authority funding for community-based housing for persons with mental illness who are homeless. (Page 11, Line 18) *The Governor vetoed this item.*
- Makes corrective changes to the <u>Code of Iowa</u> relating to scheduled violations. Senate File 499
 (Scheduled Fines Act) reorganizes the statutory placement of scheduled fines in Chapter 805 and changes some of the fines. This Act makes corrective changes contingent upon the enactment of SF 499.
 (Page 18, Line 32 through Page 21, Line 31)
- Makes corrective changes to the Uniform Commercial Code and the Probate Code.
 (Page 27, Line 34 and Page 29, Line 27)
- Makes corrective amendments to the following 2001 Iowa Acts: (Page 21, Line 34 through Page 30, Line 15)
 - HF 643 (Department of Education Statutory Changes)
 - SF 185 (Factory Built Structures).
 - SF 458 (Department of Human Services and Juvenile Issues)
 - SF 350 (Transportation-related Statutory Changes)
 - SF 209 (Livestock-Johne's Disease)
 - SF 453 (Administrative Procedures of Certain County Officers)
 - HF 179 (Dogs Used by Police or Correctional Officers)
 - SF 479 (Wastewater Systems)
 - SF 500 (Operation and Regulation of Insurance Companies et al)
 - SF 276 (Licensure of Insurance Producers)
 - SF 473 (Securities Agent)
 - HF 259 (Secretary of State Notarial Officers)
 - HF 654 (Contributions to Retirement Plans)
 - SF 63 (Child Endangerment)
 - HF 656 (Manufactured Homes)

HOUSE FILE 755

EXECUTIVE SUMMARY STANDING APPROPRIATIONS ACT

CODE EDITOR DIRECTION

EFFECTIVE DATES

GOVERNOR'S VETOES

- Directs the Code Editor to make corrective changes to the new article of the Uniform Commercial Code that takes effect on July 1, 2001. Requires the Code Editor to consult with the Iowa State Bar Association before making the changes. (Page 30, Line 16)
- Section 17 amends 2000 Session Law to modify the effective date of changes to Chapter 411.5(8), <u>Code of Iowa</u>, concerning the Medical Board of the Retirement System for police officers and firefighters.
 (Page 6, Line 3)
- Changes the effective date of HF 259, relating to the duties of the Office of Secretary of State, from July 1, 2001 to January 1, 2002. (Page 18, Line 17)
- Specifies that Sections relating to the certification of PPEL revenue are effective upon enactment. (Page 18, Line 22)
- The Governor vetoed the Section that reduced the FY 2002 standing appropriation for the Early Intervention Block Grant. The General Assembly eliminated the scheduled \$10.0 million increase in this standing appropriation, effectively freezing it at the FY 2001 level of \$20.0 million. The Governor's item veto restores the funding authorized under Section 256D.5, Code of Iowa, to \$30.0 million. The Governor stated that this initiative should be funded at the planned level in FY 2002. (Page 2, Line 29)
- The Governor vetoed the Section that reduced the standing appropriation for Nonpublic School Transportation by \$505,000. The Governor's veto restores the standing unlimited appropriation for this Program to approximately \$8.2 million in FY 2002. The Governor stated it would be a costly and time-consuming exercise for the Department of Education to prorate the amount of claims. (Page 3, Line 24)
- The Governor vetoed the Section that reduced the FY 2002 standing appropriation for Phase III of the Educational Excellence Program by \$2.0 million. The Governor's veto of this reduction restores the funding authorized under Section 294A.25, <u>Code of Iowa</u>, to \$80.9 million. The Governor stated that a review of this program may be of value; however, an arbitrary reduction at this time is not wise. (Page 3, Line 35)
- The Governor vetoed the Section specifying legislative intent that the Iowa Finance Authority provide \$121,000 for community-based housing for persons with mental illness who are homeless. The Governor stated that Moody's Rating Services has indicated that the use of reserve funds will adversely impact the Authority's bond rating. The Governor stated that a reduced bond rating will result in increased borrowing costs which would subsequently increase costs to first time home buyers. (Page 11, Line 18)

HOUSE FILE 755

GOVERNOR'S VETOES (CONTINUED)

- The Governor vetoed Sections 39 and 44 that require the Department of Education to ascertain the maximum annual amount a school district shall be required to use for the purchase of textbooks for accredited nonpublic schools. The Governor stated that these changes did not receive adequate discussion or analysis. (Page 14, Line 23 and Page 18, Line 6)
- The Governor vetoed Sections 42 and 48 that amend the <u>Code of Iowa</u> contingent upon passage of SF 514 (Property Tax Limitation Bill). Senate File 514 was not enacted. (Page 17, Line 27 and Page 18, Line 27)
- The Governor vetoed Section 58 that resolved a potential conflict between two bills passed by the General Assembly. However, one of the bills, HF 561 (All Terrain Vehicles), was not enacted. (Page 21, Line 21)

ENACTMENT DATE

• This Act was approved by the General Assembly on May 8, 2001, and was item vetoed and signed by the Governor on May 22, 2001.

House File 755

House File 755 provides for the following changes to the <u>Code of Iowa</u>.

Page #	Line #	Bill Section	Action	Code Section	Description
1	33	4	Nwthstnd	Sec. 25.2(3)	State Appeal Board Claims - Standing Appropriation Reduction
2	6	5	Nwthstnd	Sec. 49A.9	Printing of Constitutional Amendments by the Secretary of State - Standing Appropriation Reduction
2	13	6	Nwthstnd	Chapter 257	Area Education Agencies - Reduction in State School Foundation Aid
2	29	7	Nwthstnd	Sec. 256D.5(1)	Early Intervention Block Grant Program - Standing Appropriation Reduction
3	1	8	Nwthstnd	Sec. 256D.5(2)	School Improvement Technology - Standing Appropriation Reduction
3	14	9	Nwthstnd	Sec. 279.51(1)	At-Risk Children Programs - Standing Appropriation Reduction
3	24	10	Nwthstnd	Sec. 285.2	Nonpublic School Transportation - Standing Appropriation Reduction
3	35	11	Nwthstnd	Sec. 294A.25(1)	Educational Excellence Phase III - Standing Appropriation Reduction
4	7	12	Nwthstnd	Sec. 312.2(14)	Public Transportation Assistance - Standing Appropriation Reduction
4	15	13	Nwthstnd	Sec. 331.660	Indian Settlement Officer - Elimination of Standing Appropriation
4	22	14	Nwthstnd	Sec. 815.1	State Cases - Elimination of Standing Appropriation
4	29	15	Amends	Sec. 196.8(2)	Poultry Show Exhibition Reimbursement - Elimination of Standing Appropriation
5	7	16	Amends	Sec. 400.8(1)	Law Enforcement Physical Exams
6	3	17	Amends	Chapter 1077, Section 111, 2000 Iowa Acts	Effective Date - Medical Board of Chapter 411 Retirement System
10	15	29	Nwthstnd		•

Page #	Line #	Bill Section	Action	Code Section	Description
10	21	30	Nwthstnd	Sec. 455E.11(1)	Groundwater Protection Fund Balance
				, ,	Transferred to General Fund
10	27	31	Amends	Sec. 135.24(2)(c)	Psychiatric Services
10	35	32	Amends	Sec. 257.6(3), as amended by	Corrective Amendment to HF 643 (Education
				HF 643, 2001 Iowa Acts	Statutory Changes Act)
11	10	33	Amends	Sec. 257.6(5) as amended by	Corrective Amendment to HF 643 (Education
				HF 643, 2001 Iowa Acts	Statutory Changes Act)
11	35	35	Amends	Sec. 260G.4B(1)	ACE Program Job Credits
13	4	36	Amends	Sec. 273.22(5), as amended	Area Education Agency Reorganization
				by HF 674, 2001 Iowa Acts	
13	18	37	Amends	Sec. 273.22, as amended by	Area Education Agency Reorganization
				HF 674, 2001 Iowa Acts	
13	33	38	Amends	Sec. 299A.8, as amended by	Technical Correction to Dual Enrollment
				HF 643, 2001 Iowa Acts	Language
14	23	39	Amends	Sec. 301.1	Nonpublic School Textbooks
15	26	40	Amends	Sec. 403.19(2)	PPEL Certification
16	34	41	Adds	Sec. 403.19	PPEL Certification
17	27	42	Amends	Sec. 427.1(19), as amended	Pollution Control Property Tax Exemption
				by SF 514, 2001 Iowa Acts	
18	4	43	Adds	Sec. 483A.27	Hunter Safety and Ethics Education Courses
18	16	44	Repeals	Sec. 301.30	Textbooks for Nonpublic School Pupils
18	34	49	Amends	Sec. 321.17	Corrective Change - Vehicle Registration
19	9	50	Amends	Sec. 321.98	Corrective Change - Vehicle Operation Without Registration
19	23	51	Amends	Sec. 321.193	Corrective Change - Vehicle Operation
19	30	52	Amends	Sec. 321.216	Corrective Change - Unlawful Use of License
19	35	53	Amends	Sec. 321.216B	Use of Driver's License by Underage Person to
20	13	54	Amends	Sec. 321.216C	Obtain Alcohol Use of Driver's License By Underage Person to
					Obtain Cigarettes
20	27	55	Amends	Sec. 321L.3	Disabilities Parking Permit
20	35	56	Amends	Sec. 321L.7	Disabilities Parking Spaces and Signs
21	11	57	Amends	Sec. 452A.52	Corrective Change - Motor Vehicle Fuel Supply

Page #	Line #	Bill Section	Action	Code Section	Description
21	34	60	Amends	Sec. 103A.3(10-11, 20, & 25)	Corrective Amendments - Factory Built Structures
22	16	61	Amends	Sec. 103A.26	Corrective Amendment to SF 185 (Factory Built Structures Act)
23	16	62	Amends	Sec. 165A.5(1)	Corrective Amendment to SF 209 (Livestock- Johne's Disease Act)
23	25	63	Amends	Sec. 172E.1(3)	Corrective Amendment to SF 209 (Livestock - Johne's Disease Act)
23	33	64	Amends	Sec. 232.21(4) as amended by SF 458	Corrective Amendment to SF 458 (Human Services & Juvenile Issues Act)
24	20	65	Amends	Sec. 321.113(5)(b)	Corrective Amendment to SF 350 (Transportation- related Statutory Changes Act)
24	28	66	Amends	Sec. 322B.2(4)	Corrective Amendment to HF 656 (Manufactured Homes Act)
24	34	67	Amends	Sec. 331.303(1) as amended by SF 453	Corrective Amendment to SF 453 (Administrative Procedures of Certain County Officers Act)
25	11	68	Amends	Sec. 351.39	Corrective Amendment to HF 179 (Dogs Used By Police or Correctional Officers Act)
25	27	69	Amends	Sec. 466.8	Corrective Amendment to SF 479 (Wastewater Systems Act)
25	35	70	Amends	Sec. 466.8(4)	Corrective Amendment to SF 479 (Wastewater Systems Act)
26	6	71	Amends	Sec. 507B.4A(2)(c)	Corrective Amendment to SF 500 (Operation and Regulation of Insurance Companies Act)
26	17	72	Amends	Sec. 522B.14(11)	Corrective Amendment to SF 276 (Licensure of Insurance Producers Act)
26	27	73	Amends	Sec. 523A.401(5)(c)	Corrective Amendment to SF 473 (Securities Agent Act)
26	35	74	Amends	Sec. 523A.405(1)	Corrective Amendment to SF 473 (Securities Agent Act)
27	34	75	Amends	Sec. 554.9525(3 & 4)	Corrective Amendment to the Uniform Commercial Code
28	15	76	Amends	Sec. 558.39	Corrective Amendment to HF 259 (Secretary of State - Notarial Officers Act)

Page #	Line #	Bill Section	Action	Code Section	Description
28	32	77	Amends	Sec. 627.6(8)(f)	Corrective Amendment to HF 654 (Contributions
20	02	, ,	Amends	000. 027.0(0)(1)	to Retirement Plans Act)
29	27	78	Amends	Sec. 633.4213(5)	Corrective Amendment to the Probate Code
30	2	79	Amends	Sec. 702.11(2)(e)	Corrective Amendment to SF 63 (Child
					Endangerment Act)
30	7	80	Amends	Sec. 15, HF 656, 2001 lowa	Corrective Amendment to HF 656 (Manufactured
				Acts	Homes Act)

House File 755 PG LN Explanation **DIVISION I** 1 1 1 2 MH/MR/DD — ALLOWED GROWTH Section 1. COUNTY MENTAL HEALTH, MENTAL RETARDATION, AND General Fund appropriation for FY 2003 for county mental health. mental retardation, and developmental disabilities allowed growth 1 4 DEVELOPMENTAL DISABILITIES ALLOWED GROWTH FACTOR factor adjustment. **ADJUSTMENT** 1 5 AND ALLOCATIONS. There is appropriated from the general fund DETAIL: This represents a 2.5% growth factor. 1 6 of the state to the department of human services for the 1 7 fiscal year beginning July 1, 2002, and ending June 30, 2003, 1 8 the following amount, or so much thereof as is necessary, to 1 9 be used for the purpose designated: For distribution to counties of the county mental health, 1 11 mental retardation, and developmental disabilities allowed 1 12 growth factor adjustment, as provided in this section in lieu 1 13 of the provisions of section 331.438, subsection 2, and 1 14 section 331.439, subsection 3, and chapter 426B: 1 15 \$ 14.874.702 1 16 The funding appropriated in this section is the allowed 1 17 growth factor adjustment for fiscal year 2002–2003, and is 1 18 allocated for distribution as provided by law. 1 19 **DIVISION II** 1 20 STANDING APPROPRIATIONS — REDUCTIONS Sec. 2. GENERAL ASSEMBLY. The budgets approved pursuant Reduces the FY 2002 budgets for the General Assembly and the 1 21 legislative agencies by \$1,550,324. 1 22 to section 2.12 for the expenses of the general assembly and 1 23 legislative agencies for the fiscal year beginning July 1, DETAIL: A total of \$26,655,672 is budgeted for FY 2002. This 1 24 2001, and ending June 30, 2002, are reduced by the following represents an estimated 5.9% reduction. 1 25 amount: 1 26 \$ 1.550.324 Sec. 3. PERFORMANCE OF DUTY. The appropriation made from Reduces the FY 2002 standing appropriation for Executive Council 1 28 the general fund of the state in section 7D.29, for the fiscal Performance of Duty by \$1,000,000. 1 29 year beginning July 1, 2001, and ending June 30, 2002, for

PG LN House File 755 Explanation 1 30 performance of duty by the executive council, is reduced by DETAIL: A total of \$2,500,000 million was originally budgeted for FY 1 31 the following amount: 2002. This reduction leaves an estimated appropriation of \$1.500,000. 1 32 \$ 1,000,000 Sec. 4. STATE APPEAL BOARD CLAIMS. Notwithstanding the CODE: Reduces the FY 2002 standing appropriation for State Appeal Board Claims by \$2,000,000. 1 34 standing appropriations in section 25.2, subsection 3, the 1 35 amount appropriated from the general fund of the state under DETAIL: A total of \$7,500,000 was originally budgeted. This 2 1 section 25.2, subsection 3, to the state appeal board to pay reduction leaves an estimated appropriation of \$5,500,000. 2 2 claims against the state for the fiscal year beginning July 1, 2 3 2001, and ending June 30, 2002, is reduced by the following 2 4 amount: 2 5\$ 2,000,000 2 6 Sec. 5. CONSTITUTIONAL AMENDMENTS AND PUBLIC MEASURES. CODE: Reduces the FY 2002 standing appropriation to the Secretary 2 7 Notwithstanding the standing appropriation in section 49A.9, of State for printing constitutional amendments and public measures 2 8 the amount appropriated from the general fund of the state by \$2,565. 2 9 under section 49A.9, to the office of the secretary of state DETAIL: This eliminates the entire appropriation for FY 2002. No 2 10 for the fiscal year beginning July 1, 2001, and ending June funds were requested in FY 2002. 2 11 30, 2002, is reduced by the following amount: 2 12 \$ 2,565 Sec. 6. AREA EDUCATION AGENCIES. Notwithstanding the CODE: Reduces the FY 2002 General Fund allocation of school 2 14 provisions of chapter 257 that determine the funding for area foundation aid received by school districts for funding area education agencies by \$7,500,000. Requires the Department of Management to 2 15 education agencies, the state school foundation aid for these prorate the reduction based on the total each school district would 2 16 agencies and the portion of the combined district cost have received if no reduction were imposed. Allows area education 2 17 calculated for these agencies for the fiscal year beginning agencies to use funds from the Media Services Program and the 2 18 July 1, 2001, and ending June 30, 2002, are reduced by the Educational Services Program to maintain the level required for the 2 19 department of management by \$7,500,000. The department shall Special Education Support Services Program. 2 20 calculate a reduction such that each area education agency 2 21 shall receive a reduction proportionate to the amount that it DETAIL: This is a reduction of \$7.500,000 from the estimated FY 2 22 would have received under section 257.35 if the reduction 2002 school foundation aid appropriation. Costs of the Media 2 23 imposed pursuant to this section did not apply. Services Program and the Educational Services Program are entirely 2 24 Notwithstanding the provisions of section 257.37, an area funded through local property taxes. 2 25 education agency may use the funds determined to be available 2 26 under section 257.35 in a manner which it believes is

2 27 appropriate to best maintain the level of required area

2 28 education agency special education services.

VETOED

2 29 [Sec. 7. EARLY INTERVENTION BLOCK GRANT. Notwithstanding

2 30 the standing appropriation in section 256D.5, subsection 1,

2 31 the amount appropriated from the general fund of the state

2 32 under section 256D.5, subsection 1, to the department of

2 33 education for the fiscal year beginning July 1, 2001, and

2 34 ending June 30, 2002, is reduced by the following amount:

2 35\$ 10,000,000]

CODE: Reduces the FY 2002 General Fund standing appropriation to the Early Intervention Block Grant Program by \$10,000,000.

DETAIL: The FY 2002 standing appropriation for the Early Intervention Block Grant Program was scheduled to increase from \$20,000,000 in FY 2001 to \$30,000,000 in FY 2002 and FY 2003. This change freezes the funding for FY 2002 at the FY 2001 level of \$20,000,000. This Program is scheduled to sunset at the end of FY 2003.

VETOED: The Governor vetoed this Section. The Governor's veto of this reduction restores the funding to \$30,000,000 for FY 2002. The Governor stated that this initiative should be funded at the original statutory level in FY 2002.

3 1 Sec. 8. SCHOOL IMPROVEMENT TECHNOLOGY. Notwithstanding

3 2 the standing appropriation in section 256D.5, subsection 2,

3 3 the amount appropriated from the general fund of the state

3 4 under section 256D.5, subsection 2, to the department of

3 5 education for the fiscal year beginning July 1, 2001, and

3 6 ending June 30, 2002, is reduced by the following amount:

3 7\$ 20,000,000

3 8 In implementing the reduction in this section, the

3 9 department of education shall compute under section 256D.6 the

3 10 amount each school district, as defined in section 256D.6, and

3 11 area education agency would have received but for the

3 12 reduction in this section and shall reduce by two-thirds such

3 13 amount.

3 14 Sec. 9. AT-RISK CHILDREN PROGRAMS. Notwithstanding the

3 15 standing appropriation in section 279.51, subsection 1, the

3 16 amount appropriated from the general fund of the state under

3 17 section 279.51, subsection 1, to the department of education

3 18 for the fiscal year beginning July 1, 2001, and ending June

 $3\;\;19\;\;30,\,2002,$ is reduced by the following amount:

3 20\$ 1,000,000

3 21 The amount of the reduction in this section shall be

CODE: Reduces the FY 2002 standing appropriation to the Department of Education for the School Improvement Technology Block Grant Program by \$20,000,000. Specifies how the Department of Education shall compute the reduction.

DETAIL: This Program was scheduled by statute to receive a standing appropriation of \$30,000,000 in FY 2002 and FY 2003. The minimum amount an individual school district will receive is \$3,333 in FY 2002 and \$10,000 in FY 2003. This Program will sunset at the end of FY 2003.

CODE: Reduces the FY 2002 standing appropriation to the Department of Education for At-Risk Children Programs by \$1,000,000. Requires the reduction be prorated among the grant programs.

DETAIL: The Program was scheduled by statute to receive a standing appropriation of \$12,560,000 in FY 2002. The standing appropriation will be restored to \$12,560,000 in FY 2003. The estimated reduction

VETOED

VETOED

- 3 22 prorated among the programs specified in section 279.51,
- 3 23 subsection 1, paragraphs "a", "b", and "c".

3 24 [Sec. 10. NONPUBLIC SCHOOL TRANSPORTATION. Notwithstanding

3 25 the standing appropriation in section 285.2, the amount

3 26 appropriated from the general fund of the state under section

3 27 285.2 to the department of education for the fiscal year

3 28 beginning July 1, 2001, and ending June 30, 2002, shall be the

3 29 following amount:

3 30 \$ 7,645,000

3 31 If total approved claims for reimbursement for nonpublic

3 32 school pupil transportation claims exceed the amount

3 33 appropriated in this section, the department of education

3 34 shall prorate the amount of each claim.]

will be prorated among the following:

- Funding to area education agencies will be reduced by a total of approximately \$20,000.
- Funding to the Child Development Coordinating Council Grants will be reduced by approximately \$690,000.

Funding to local school districts with elementary schools that demonstrate the greatest need for at-risk programs will be reduced by approximately \$290,000.

CODE: General Fund appropriation of \$7,645,000 to the Department of Education for Nonpublic School Transportation. Requires the Department to prorate the claims for reimbursement if approved claims exceed this appropriation.

DETAIL: This reduces the standing appropriation by \$505,000. The estimated FY 2001 standing appropriation was \$8,150,000.

VETOED: The Governor vetoed this Section, restoring the standing unlimited appropriation for this Program that requires the Department of Education to pay the approved claims of public school districts for transportation services for nonpublic school pupils. The Department estimates this standing appropriation to be \$8,150,000 in FY 2002. The Governor stated it would be costly and time-consuming for the Department of Education to prorate the claims.

3 35 [Sec. 11. EDUCATIONAL EXCELLENCE. Notwithstanding section

4 1 294A.25, subsection 1, the amount appropriated from the

4 2 general fund of the state under section 294A.25, subsection 1,

4 3 to the department of education for phase III moneys for the

- 4 4 fiscal year beginning July 1, 2001, and ending June 30, 2002,
- 4 5 is reduced by the following amount:
- 4 6\$ 2,000,000]

CODE: Reduces the FY 2002 standing appropriation to the Department Education for Phase III of the Educational Excellence Program by \$2,000,000.

DETAIL: The estimated FY 2001 standing appropriation for Phase III is \$23,400,000. Phase III is funded with dollars remaining from the annual appropriation after Phases I and II and several special program appropriations have been fully funded. Funds are allocated to districts and area education agencies on a per-pupil basis, using the annual certified enrollment.

4 31

2. Notwithstanding subsection 1, eggs gathered for sale at

VETOED: The Governor vetoed this Section. The General Assembly had reduced the FY 2002 standing appropriation for Educational Excellence to \$78,891,336. The Governor's veto restores the funding to \$80,891,336. The Governor stated that although a review of this Program may be of value, an arbitrary reduction at this time is not wise.

4 7 Sec. 12. PUBLIC TRANSIT ASSISTANCE APPROPRIATION. 4 8 Notwithstanding section 312.2, subsection 14, the amount 4 9 appropriated from the general fund of the state under section 4 10 312.2, subsection 14, to the state department of 4 11 transportation for public transit assistance under chapter 4 12 324A for the fiscal year beginning July 1, 2001, and ending 4 13 June 30, 2002, is reduced by the following amount: 4 14	CODE: Reduces the FY 2002 standing appropriation to the Department of Transportation for Public Transit Assistance by \$659,820. DETAIL: A total of \$11,000,000 was originally budgeted in FY 2002 for this purpose. This reduces the estimated appropriation to \$10,337,180.
4 15 Sec. 13. INDIAN SETTLEMENT OFFICER. Notwithstanding the 4 16 standing appropriation in section 331.660, the amount 4 17 appropriated from the general fund of the state under section 4 18 331.660, to the county of Tama for the fiscal year beginning 4 19 July 1, 2001, and ending June 30, 2002, is reduced by the 4 20 following amount: 4 21	CODE: Reduces the FY 2002 standing appropriation to the County of Tama for the Indian Settlement Officer by \$25,000. DETAIL: This eliminates the appropriation for FY 2002.
4 22 Sec. 14. COURT COSTS FOR SPECIAL STATE CASES. 4 23 Notwithstanding the standing appropriation in section 815.1, 4 24 the amount appropriated from the general fund of the state 4 25 under section 815.1, to pay special court costs and attorney 4 26 fees for the fiscal year beginning July 1, 2001, and ending 4 27 June 30, 2002, is reduced by the following amount: 4 28	CODE: Reduces the FY 2002 appropriation to the Department of Corrections for the payment of special court costs and attorney fees by \$66,370. DETAIL: This eliminates the appropriation for FY 2002.
4 29 Sec. 15. Section 196.8, subsection 2, Code 2001, is 4 30 amended to read as follows:	CODE: Eliminates the standing appropriation for poultry show exhibition reimbursements.

4 32 a poultry show from fowl exhibited at the show, which show has

- 4 33 received financial assistance from the state in prior fiscal
- 4 34 years, shall be exempt from the storage temperature and
- 4 35 consumer grade quality requirements contained in subsection 1.
- 5 1 If eggs are offered for sale at such an exhibit, five hundred
- 5 2 dollars is appropriated to the department to reimburse the
- 5 3 sponsoring agency of the exhibit for the expenses associated
- 5 4 with the exhibit.
- 5 5 DIVISION III
- 5 6 LAW ENFORCEMENT PHYSICAL EXAMS
- 5 7 Sec. 16. Section 400.8, subsection 1, Code 2001, is
- 5 8 amended to read as follows:
- 5 9 1. The commission, when necessary under the rules,
- 5 10 including minimum and maximum age limits, which shall be
- 5 11 prescribed and published in advance by the commission and
- 5 12 posted in the city hall, shall hold examinations for the
- 5 13 purpose of determining the qualifications of applicants for
- 5 14 positions under civil service, other than promotions, which
- 5 15 examinations shall be practical in character and shall relate
- 5 16 to matters which will fairly test the mental and physical
- 5 17 ability of the applicant to discharge the duties of the
- 5 18 position to which the applicant seeks appointment. The
- 5 19 physical examination of applicants for appointment to the
- 5 20 positions of police officer, police matron, or fire fighter
- 20 positions of police officer, police matter, of the lighter
- 5 21 shall be held in accordance with medical protocols established
- 5 22 by the board of trustees of the fire and police retirement
- 5 23 system established by section 411.5 and shall be conducted by
- 5 24 the medical board as established in section 411.5 in
- 5 25 accordance with the directives of the board of trustees. The
- 5 26 board of trustees may change the medical protocols at any time
- 5 27 the board so determines. The physical examination of an
- 5 28 applicant for the position of police officer, police matron,
- 5 29 or fire fighter shall be conducted after a conditional offer
- 5 30 of employment has been made to the applicant. An applicant
- 5 31 shall not be discriminated against on the basis of height,

DETAIL: This was a standing limited appropriation of \$500.

CODE: Requires that the physical exam of applicants for law enforcement and fire fighter positions be conducted in accordance with the directives of the board of trustees of the fire and police retirement system rather than by the appointed three-member medical board.

PG LN	House File 755	Explanation

- 5 32 weight, sex, or race in determining physical or mental ability
- 5 33 of the applicant. Reasonable rules relating to strength,
- 5 34 agility, and general health of applicants shall be prescribed.
- 5 35 The costs of the physical examination required under this
- 6 1 subsection shall be paid from the trust and agency fund of the
- 6 2 city.
- 6 3 Sec. 17. 2000 Iowa Acts, chapter 1077, section 111, is
- 6 4 amended to read as follows:
- 6 5 SEC. 111. EFFECTIVE DATE. Section 87 of this Act amending
- 6 6 section 411.1, subsection 10, and section 94 of this Act.
- 6 7 amendment section 411.5, subsection 8, take effect July 1,
- 6 8 2001 2002.
- 6 9 Sec. 18. EFFECTIVE DATE. Section 17 of this division of
- 6 10 this Act, being deemed of immediate importance, takes effect
- 6 11 upon enactment.
- 6 12 DIVISION IV
- 6 13 DEBT SERVICE AND TOBACCO FUND APPROPRIATIONS
- 6 14 PAYMENTS IN LIEU OF TUITION
- 6 15 Sec. 19. PAYMENTS IN LIEU OF TUITION GENERAL FUND. In
- 6 16 lieu of the appropriation made to the state board of regents
- 6 17 for tuition replacement in 2001 lowa Acts, Senate File 535,
- 6 18 section 8, subsection 1, paragraph "b", if enacted, there is
- 6 19 appropriated from the general fund of the state to the state
- 6 20 board of regents for the fiscal year beginning July 1, 2001,
- 6 21 and ending June 30, 2002, the following amount, or so much
- 6 22 thereof as is necessary, to be used for the purpose
- 6 23 designated:
- 6 24 For allocation by the state board of regents to the state
- 6 25 university of Iowa, the Iowa state university of science and
- 6 26 technology, and the university of northern lowa to reimburse
- 6 27 the institutions for deficiencies in their operating funds
- 6 28 resulting from the pledging of tuitions, student fees and
- 6 29 charges, and institutional income to finance the cost of

CODE: Modifies the effective date of changes concerning the Medical Board of the Retirement System for police officers and firefighters to July 1, 2002.

Specifies that the previous Section is effective upon enactment.

Makes a contingent appropriation of \$26,081,384 from the General Fund for FY 2002 to the Board of Regents for allocation to the University of Iowa, Iowa State University, and the University of Northern Iowa for reimbursement for tuition replacement. This appropriation is in lieu of the General Fund appropriation made in SF 535 (FY 2002 Education Appropriations Act) and is contingent upon enactment of SF 532 (Tobacco Securitization Act).

DETAIL: This appropriation reimburses the universities for principal and interest payments on Academic Revenue Bonds. Senate File 532 (Tobacco Securitization Act) was signed by the Governor.

House File 755 PG LN 6 30 providing academic and administrative buildings and facilities 6 31 and utility services at the institutions: 6 32\$ 26,081,384 Sec. 20. PAYMENTS IN LIEU OF TUITION — TOBACCO SETTLEMENT 6 33 6 34 FUND. In addition to the appropriation made in this division 6 35 of this Act from the general fund of the state to the state 7 1 board of regents for purposes of tuition replacement, there is 7 2 appropriated from the tax-exempt bond proceeds restricted 7 3 capital funds account of the tobacco settlement trust fund 7 4 created in section 12E.12, pursuant to 2001 Iowa Acts, Senate 7 5 File 532, if enacted, to the state board of regents for the 7 6 fiscal year beginning July 1, 2001, and ending June 30, 2002, 7 7 the following amount, or so much thereof as is necessary, to 7 8 be used for the purpose designated: For allocation by the state board of regents to the state 7 10 university of Iowa, the Iowa state university of science and 7 11 technology, and the university of northern lowa to finance or 7 12 pay debt service to pay debt to finance the cost of providing 7 13 academic and administrative buildings and facilities at the 7 14 institutions: 7 15\$ 600,330 7 16 IOWA COMMUNICATIONS NETWORK Sec. 21. IOWA COMMUNICATIONS NETWORK DEBT SERVICE — 7 18 GENERAL FUND. In lieu of the appropriation made to the 7 19 treasurer of state for Iowa communications network debt 7 20 service in 2001 Iowa Acts, House File 719, section 1, if 7 21 enacted, there is appropriated from the general fund of the 7 22 state to the treasurer of state for the fiscal year beginning 7 23 July 1, 2001, and ending June 30, 2002, the following amount, 7 24 or so much thereof as is necessary, to be used for the purpose 7 25 designated: 7 26 For debt service for the lowa communications network: 7 27\$ 9,939,165

Makes a contingent appropriation of \$600,330 from the Tobacco Settlement Fund for FY 2002 to the Board of Regents for allocation to the University of Iowa, Iowa State University, and the University of Northern Iowa for reimbursement for tuition replacement. This appropriation is in lieu of the General Fund appropriation made in SF 535 (FY 2002 Education Appropriations Act) and is contingent upon enactment of SF 532 (Tobacco Securitization Act) and the receipt of bond proceeds.

Explanation

DETAIL: These two appropriations total \$26,681,714 and are in lieu of the General Fund appropriation for the like amount made in SF 535 (FY 2002 Education Appropriations Act). Senate File 532 (Tobacco Securitization Act) was signed by the Governor.

Makes a contingent appropriation of \$9,939,165 from the General Fund to the Treasurer of State for debt service for the Iowa Communications Network (ICN). This appropriation is in lieu of the General Fund appropriation made in HF 719 (FY 2002 Oversight and Communications Appropriations Act) and is contingent upon enactment of SF 532 (Tobacco Securitization Act).

DETAIL: The Governor signed SF 532 (Tobacco Securitization Act).

- 7 28 Sec. 22. IOWA COMMUNICATIONS NETWORK DEBT SERVICE —
- 7 29 TOBACCO SETTLEMENT FUND. In addition to the appropriation
- 7 30 made in this division of this Act from the general fund of the
- 7 31 state to the treasurer of state for purposes of lowa
- 7 32 communications network debt service, there is appropriated
- 7 33 from the tax-exempt bond proceeds restricted capital funds
- 7 34 account of the tobacco settlement trust fund created in
- 7 35 section 12E.12, pursuant to 2001 lowa Acts, Senate File 532,
- 8 1 if enacted, to the treasurer of state for the fiscal year
- 8 2 beginning July 1, 2001, and ending June 30, 2002, the
- 8 3 following amount, or so much thereof as is necessary, to be
- 8 4 used for the purpose designated:
- For debt service for the lowa communications network:
- 8 6 \$ 1.465.835
- 8 7 Sec. 23. DEBT SERVICE FUND. Funds appropriated in this
- 8 8 division of this Act for Iowa communications network debt
- 8 9 service shall be deposited in a separate fund established in
- 8 10 the office of the treasurer of state to be used solely for
- 8 11 debt service for the lowa communications network. The lowa
- 8 12 telecommunications and technology commission shall certify to
- 8 13 the treasurer of state when a debt service payment is due, and
- 8 14 upon receipt of the certification, the treasurer shall make
- 8 15 the payment. The commission shall pay any additional amount
- 8 16 due from funds deposited in the Iowa communications network
- 8 17 fund.

8 18 PRISON DEBT SERVICE

- 8 19 Sec. 24. There is appropriated from the tax–exempt bond
- 8 20 proceeds restricted capital funds account of the tobacco
- 8 21 settlement trust fund created in section 12E.12, pursuant to
- 8 22 2001 Iowa Acts, Senate File 532, if enacted, to the treasurer
- 8 23 of state for the fiscal year beginning July 1, 2001, and
- 8 24 ending June 30, 2002, the following amount, or so much thereof
- 8 25 as is necessary, to be used for the purpose designated:
- 8 26 For repayment of prison infrastructure bonds under section

Makes a contingent appropriation of \$1,465,835 from the Tobacco Settlement Fund to the Treasurer of State for debt service for the ICN. This appropriation is in lieu of the General Fund appropriation made in HF 719 (FY 2002 Oversight and Communication Appropriations Act) and is contingent upon enactment of SF 532 (Tobacco Securitization Act) and the receipt of bond proceeds.

DETAIL: The Governor signed SF 532 (Tobacco Securitization Act). These two appropriations total \$11,405,000 and are in lieu of the General Fund appropriation in the like amount made in HF 719 (FY 2002 Oversight and Communications Act).

Requires that funds appropriated in this Division for the ICN debt service be deposited in a separate fund in the Treasurer's Office used solely for debt service for the ICN.

Makes a contingent appropriation of \$5,182,272 from the Tax-exempt Bond Proceeds Restricted Capital Funds Account of the Tobacco Settlement Trust Fund to the Treasurer of State for repayment of prison infrastructure bonds. The appropriation is contingent upon the enactment of SF 532 (Tobacco Securitization Act).

DETAIL: The Governor signed SF 532 (Tobacco Securitization Act).

PG LN	House File 755
8 27 16 8 28	5.177: \$ 5,182,272
8 29	TOBACCO MASTER SETTLEMENT AGREEMENT LITIGATION
8 32 se 8 33 20 8 34 of 8 35 er 9 1 as 9 2 9 3 tob	Sec. 25. There is appropriated from the tax–exempt bond oceeds restricted capital funds account of the tobacco of the trust fund created in section 12E.12, pursuant to 1001 lowa Acts, Senate File 532, if enacted, to the treasurer state for the fiscal year beginning July 1, 2001, and adding June 30, 2002, the following amount, or so much thereof is necessary, to be used for the purpose designated: For payment of litigation fees incurred pursuant to the pacco master settlement agreement: \$10,617,000
9 7 is 6 9 8 esi 9 9 sei 9 10 to 9 11 th 9 12 th 9 13 bo 9 14 de 9 15 ta 9 16 se 9 17 sp 9 18 fro 9 19 m 9 20 st	Sec. 26. CONTINGENT EFFECTIVE DATE. This division of this it shall take effect only if 2001 lowa Acts, Senate File 532 enacted and only if the tobacco settlement authority tablished in chapter 12E securitizes tobacco master attement agreement payments sold to the authority pursuant 2001 lowa Acts, Senate File 532. If the contingencies of its section are met, the effective date of this division of its Act shall be the effective date of the receipt of the and proceeds by the tobacco settlement authority and the exable bonds in the respective accounts of the tobacco attlement trust fund pursuant to chapter 12E, and secifically pursuant to section 12E.9. Payment of moneys of the appropriations in this division of this Act shall be adde in a manner that does not adversely affect the tax—exempt attus of any outstanding bonds issued by the tobacco attlement authority.
9 22 9 23 9 24	DIVISION V MISCELLANEOUS Sec. 27. DEPARTMENT OF EDUCATION. There is appropriated

Makes a contingent appropriation of \$10,617,000 from the Tax-exempt Bond Proceeds Restricted Capital Funds Account of the Tobacco Settlement Trust Fund to the Treasurer of State for payment of litigation fees incurred pursuant to the Tobacco Master Settlement Agreement. The appropriation is contingent upon the enactment of SF 532 (Tobacco Securitization Act).

Explanation

DETAIL: The Governor signed SF 532 (Tobacco Securitzation Act).

Provides that the appropriations in this Division are effective only if SF 532 is enacted and the Tobacco Settlement Authority securitizes Tobacco Master Settlement Agreement payments. The effective date is the date of the receipt of the bond proceeds by the Tobacco Settlement Authority and the deposit into the designated accounts.

DETAIL: The Governor signed SF 532 (Tobacco Securitization Act), but as of June 2001, the Tobacco Settlement Authority had not securitized the Tobacco Master Settlement Agreement payments.

|--|

10 20 the state.

 9 25 from the general fund of the state to the department of 9 26 education for the fiscal year beginning July 1, 2001, and 9 27 ending June 30, 2002, the following amounts, or so much 9 28 thereof as is necessary, to be used for the purposes 9 29 designated: 	
9 30 1. AMERICORPS AFTER–SCHOOL INITIATIVE 9 31 For purposes of the americorps after–school initiative: 9 32\$ 150,000	General Fund appropriation to the Department of Education for the Americorps After-School Initiative. DETAIL: This is an increase of \$29,000 compared to the FY 2001 estimated net appropriation.
9 33 2. JOBS FOR AMERICA'S GRADUATES 9 34 For school districts to provide direct services to the most 9 35 at–risk senior high school students enrolled in school 10 1 districts through direct intervention for a "jobs for 10 2 America's graduates" specialist: 10 3	General Fund appropriation of \$150,000 to the Department of Education for the Jobs for America's Graduates (JAG) Program. DETAIL: This is a decrease of \$183,000 compared to the FY 2001 estimated net appropriation.
10 4 Sec. 28. DEPARTMENT OF HUMAN SERVICES. There is 10 5 appropriated from the general fund of the state to the 10 6 department of human services for the fiscal year beginning 10 7 July 1, 2001, and ending June 30, 2002, the following amount, 10 8 or so much thereof as is necessary, to be used for the purpose 10 9 designated: 10 10 To supplement the appropriation made in 2001 lowa Acts, 11 House File 732, if enacted, for general administration, 12 including salaries, support, maintenance, and miscellaneous 13 purposes: 14	General Fund appropriation of \$2,000,000 to the Department of Human Services for General Administration. DETAIL: House File 732 (FY 2002 Human Services Appropriations Act), appropriates \$11,020,029 for General Administration for FY 2002. This results in a total decrease of \$2,345,013 million for General Administration compared to the FY 2001 estimated net appropriation.
10 15 Sec. 29. Notwithstanding section 8.55, subsection 4, and 10 16 section 8.56, subsection 1, for the fiscal year beginning July 17 1, 2001, and ending June 30, 2002, the interest and earnings 10 18 on moneys deposited in the lowa economic emergency fund and 10 19 the cash reserve fund shall be credited to the general fund of	CODE: Requires interest and earnings on money deposited in the lowa Economic Emergency Fund and the Cash Reserve Fund be credited to the General Fund for FY 2002.

10 21 Sec. 30. Notwithstanding any contrary provision in section 10 22 455E.11, subsection 1, Code 2001, any unencumbered or 10 23 unobligated balance in the groundwater protection fund and in 10 24 any of the accounts within the groundwater protection fund on

10 25 June 30, 2001, shall be transferred to the general fund of the

10 26 state.

10 27 Sec. 31. Section 135.24, subsection 2, paragraph c, Code

10 28 2001, is amended to read as follows:

10 29 c. Identification of the medical services to be provided

10 30 under the program. The medical services provided shall may

10 31 include, but shall not be limited to, obstetrical and

10 32 gynecological medical services, and psychiatric services

10 33 provided by a physician licensed under chapter 148, 150, or

10 34 <u>150A</u>.

10 35 Sec. 32. Section 257.6, subsection 3, unnumbered paragraph

11 1, as amended by 2001 Iowa Acts, House File 643, section 6, if

11 2 enacted, is amended to read as follows:

11 3 A school district shall determine its additional enrollment

11 4 because of special education, as defined in this section, on

11 5 by November 1 of each year and shall certify its additional

11 6 enrollment because of special education to the department of

11 7 education by November 15 of each year, and the department

11 8 shall promptly forward the information to the department of

11 9 management.

11 10 Sec. 33. Section 257.6, subsection 5, unnumbered paragraph

11 11 1, as amended by 2001 Iowa Acts, House File 643, section 7, if

11 12 enacted, is amended to read as follows:

11 13 Weighted enrollment is the budget enrollment plus the

11 14 district's additional enrollment because of special education

11 15 calculated $\frac{\partial}{\partial y}$ November 1 of the base year plus additional

DETAIL: It is estimated that \$31,000,000 will be deposited in the General Fund. Under current law, the interest flows to the Rebuild lowa Infrastructure Fund (RIIF).

CODE: Transfers the unencumbered and unobligated balance in the Groundwater Protection Fund as of June 30, 2001, to the General Fund.

DETAIL: The estimated balance to be transferred is \$7,000,000.

CODE: Adds psychiatric services provided by a licensed physician to the medical services included within immunity from civil liability for voluntary services at eligible hospitals, clinics, or facilities approved by the Director of the Department of Public Health.

CODE: Makes a corrective amendment to HF 643 (Education Statutory Changes Act).

CODE: Makes a corrective amendment to HF 643 (Education Statutory Changes Act).

VETOED

- 11 16 pupils added due to the application of the supplementary
- 11 17 weighting.
- 11 18 [Sec. 34. MENTAL ILLNESS SPECIAL SERVICES. For the fiscal
- 11 19 year beginning July 1, 2001, and ending June 30, 2002, it is
- 11 20 the intent of the general assembly that the lowa finance
- 11 21 authority shall provide \$121,220 from funding available to the
- 11 22 authority to be used for mental illness special services.
- 11 23 1. The lowa finance authority shall use the funding to
- 11 24 continue the financing for existing community-based facilities
- 11 25 and the financing for the development of affordable community-
- 11 26 based housing facilities as funded pursuant to 2000 lowa Acts,
- 11 27 chapter 1228, section 22. The department of human services
- 11 28 shall assure that clients are referred to the housing as it is
- 11 29 developed.
- 11 30 2. The purpose of the financing is to provide funds for
- 11 31 construction and start-up costs to develop community living
- 11 32 arrangements to provide for persons with mental illness who
- 11 33 are homeless. These funds may be used to match federal
- 11 34 Stewart B. McKinney Homeless Assistance Act grant funds.]
- 11 35 Sec. 35. Section 260G.4B, subsection 1, Code 2001, is
- 12 1 amended to read as follows:
- 12 2 1. The total amount of program job credits from all
- 12 3 employers which shall be allocated for all accelerated career
- 12 4 education programs in the state in any one fiscal year shall
- 12 5 not exceed the sum of three million dollars in the fiscal year
- 12 6 beginning July 1, 2000, six three million dollars in the
- 12 7 fiscal year beginning July 1, 2001, and six million dollars in
- 12 8 the fiscal year beginning July 1, 2002, and every fiscal year
- 12 9 thereafter. Any increase in program job credits above the
- 12 10 six-million-dollar limitation per fiscal year shall be
- 12 11 developed, based on recommendations in a study which shall be
- 12 12 conducted by the department of economic development of the
- 12 13 needs and performance of approved programs in the fiscal years
- 12 14 beginning July 1, 2000, and July 1, 2001. The study's
- 12 15 findings and recommendations shall be submitted to the general

Specifies that it is the intent of the General Assembly that the lowa Finance Authority provide \$121,000 from Authority funding for community-based housing for persons with mental illness who are homeless.

DETAIL: This is the current level of funding, except that for FY 2001, the funds are from the State General Fund through the Department of Human Services.

VETOED: The Governor vetoed this Section, stating that Moody's Rating Services has indicated that the use of reserve funds will adversely impact the Authority's bond rating. The Governor stated that a reduced bond rating will result in increased borrowing costs which would subsequently increase costs to first-time home buyers.

CODE: Reduces the annual dollar amount of job credits that may be allocated to the Accelerated Career Education (ACE) Program from \$6,000,000 to \$3,000,000. The reduction applies to FY 2002 and subsequent fiscal years. Accelerated Career Education job credits are funded through a diversion from the General Fund of employee withholding tax payments.

DETAIL: The change will increase State General Fund revenues by \$3,000,000 beginning in FY 2002.

- 12 16 assembly by the department by December 31, 2002. The study
- 12 17 shall include but not be limited to an examination of the
- 12 18 quality of the programs, the number of program participant
- 12 19 placements, the wages and benefits in program jobs, the level
- 12 20 of employer contributions, the size of participating
- 12 21 employers, and employer locations. A community college shall
- 12 22 file a copy of each agreement with the department of economic
- 12 23 development. The department shall maintain an annual record
- 12 24 of the proposed program job credits under each agreement for
- 12 25 each fiscal year. Upon receiving a copy of an agreement, the
- 12 26 department shall allocate any available amount of program job
- 12 27 credits to the community college according to the agreement
- 12 28 sufficient for the fiscal year and for the term of the
- 12 29 agreement. When the total available program job credits are
- 12 30 allocated for a fiscal year, the department shall notify all
- 12 31 community colleges that the maximum amount has been allocated
- 12 32 and that further program job credits will not be available for
- 12 33 the remainder of the fiscal year. Once program job credits
- 12 34 have been allocated to a community college, the full
- 12 35 allocation shall be received by the community college
- 13 1 throughout the fiscal year and for the term of the agreement
- 13 2 even if the statewide program job credit maximum amount is
- 13 3 subsequently allocated and used.
- 13 4 Sec. 36. Section 273.22, subsection 5, as amended by 2001
- 13 5 Iowa Acts, House File 674, section 4, if enacted, is amended
- 13 6 to read as follows:
- 3 7 5. The board of directors of a school district that is
- 13 8 contiguous to a newly reorganized area education agency may
- 13 9 petition the board of directors of a contiguous their current
- 13 10 area education agency and the newly reorganized area education
- 13 11 agency to join that the newly reorganized area education
- 13 12 agency. If the contiguous both area education agency board
- 13 13 approves boards approve the petition, the reorganization shall
- 13 14 take effect on July 1 of the school year following approval of
- $13\ 15\$ the petition by the state board. A school district may appeal
- 13 16 to the state board the decision of an area education agency

CODE: Provides that a school board of a school district that <u>is contiguous</u> to a reorganized Area Education Agency (AEA) may petition the school district's current AEA board and the reorganized AEA's board to join the reorganized AEA. With approval of both AEA boards, the reorganization will take effect on July 1 following approval by the State Board of Education. School districts may appeal decisions to the State Board.

DETAIL: This Section is contingent on the passing of HF 674 (AEA Reorganization Act) which was signed by the Governor.

- 13 17 board to deny the school district's petition.
- 13 18 Sec. 37. Section 273.22, as amended by 2001 Iowa Acts,
- 13 19 House File 674, section 4, if enacted, is amended by adding
- 13 20 the following new subsection:
- 13 21 NEW SUBSECTION. 6. The board of directors of a school
- 13 22 district that is within a newly reorganized area education
- 13 23 agency and whose school district was contiguous to another
- 13 24 area education agency prior to the reorganization, may
- 13 25 petition the board of directors of the newly reorganized area
- 13 26 education agency and the contiguous area education agency to
- 13 27 join that area education agency. If both area education
- 13 28 agency boards approve the petition, the reorganization shall
- 13 29 take effect on July 1 of the school year following approval of
- 13 30 the petition by the state board. A school district may appeal
- 13 31 to the state board the decision of an area education agency
- 13 32 board to deny the school district's petition.
- 13 33 Sec. 38. Section 299A.8, as amended by 2001 lowa Acts,
- 13 34 House File 643, section 16, if enacted, is amended to read as
- 13 35 follows:
- 14 1 299A.8 DUAL ENROLLMENT.
- 14 2 If a parent, guardian, or legal custodian of a child who is
- 14 3 receiving competent private instruction under this chapter or
- 14 4 a child over compulsory age who is receiving private
- 14 5 instruction submits a request, the child shall also be
- 14 6 registered in a public school for dual enrollment purposes.
- 14 7 If the child is enrolled in a public school district for dual
- 14 8 enrollment purposes, the child shall be permitted to
- 14 9 participate in any academic activities in the district and
- 14 10 shall also be permitted to participate on the same basis as
- 14 11 public school children in any extracurricular activities
- 14 12 available to children in the child's grade or group, and the
- 14 13 parent, guardian, or legal custodian shall not be required to
- 14 14 pay the costs of any annual evaluation under this chapter. If
- 14 15 the child is enrolled for dual enrollment purposes, the child
- 14 16 shall be included in the public school's basic enrollment

CODE: Provides that a school board of a school district that <u>is within</u> a reorganized AEA and is contiguous to another AEA before the reorganization, may petition the reorganized AEA's board and the contiguous AEA's board to join that AEA. With approval of both AEA boards, the reorganization will take effect on July 1 following approval by the State Board of Education. School districts may appeal decisions to the State Board.

DETAIL: This Section is contingent on the passing of HF 674 (AEA Reorganization Act) which was signed by the Governor.

CODE: Technical correction to statutory school dual enrollment language.

VETOED

- 14 17 under section 257.6. A pupil who is participating only in
- 14 18 extracurricular activities shall be counted under section
- 14 19 257.6, subsection 1, paragraph "f". A pupil enrolled in
- 14 20 grades nine through twelve under this section shall be counted
- 14 21 in the same manner as a shared-time pupil under section 257.6,
- 14 22 subsection 1, paragraph "c".
- 14 23 [Sec. 39. Section 301.1, unnumbered paragraph 2, Code 2001,
- 14 24 is amended by striking the unnumbered paragraph and inserting
- 14 25 in lieu thereof the following:
- 14 26 Textbooks adopted and purchased by a school district shall.
- 14 27 to the extent funds are appropriated by the general assembly,
- 14 28 be made available to pupils attending accredited nonpublic
- 14 29 schools. The department of education shall ascertain a
- 14 30 maximum annual amount a school district shall be required to
- 14 31 use for the purchase of textbooks for accredited nonpublic
- 14 32 schools. The amount shall be in the proportion that the basic
- 14 33 enrollment of an accredited nonpublic school bears to the sum
- 14 34 of the basic enrollments of all participating accredited
- 14 35 nonpublic schools in the state for the budget year. An
- 15 1 accredited nonpublic school shall certify its actual
- 15 2 enrollment to the department of education by October 1,
- 15 3 annually. By October 15, annually, the department of
- 15 4 education shall notify the board of directors of each school
- 15 5 district of the maximum amount of its allocation that shall be
- 15 6 made available for purchasing nonsectarian, nonreligious
- 15 7 textbooks for each of the accredited nonpublic schools located
- 15 8 within the school district in accordance with this paragraph.
- 15 9 For purposes of this paragraph, an accredited nonpublic
- 15 10 school's enrollment count shall include only students who are
- 15 11 residents of lowa. The costs of providing textbooks to
- 15 12 accredited nonpublic schools as provided in this paragraph
- 15 13 shall not be included in the computation of district cost
- 15 14 under chapter 257, but shall be shown in the budget as an
- 15 15 expense from miscellaneous income. Textbook expenditures made
- 15 16 in accordance with this paragraph shall be kept on file in the
- 15 17 school district. As used in this paragraph, "textbooks" means

CODE: Requires the Department of Education to ascertain the maximum annual amount a school district will be required to use for the purchase of textbooks for accredited nonpublic schools. The amount allocated will be in the proportion of the basic enrollment of the nonpublic school to the sum of the basic enrollments of all participating accredited nonpublic schools. Enrollments at the nonpublic schools will be certified to the Department by October 1 annually. By October 15 each year, the Department will notify each school board of the amount available for purchasing eligible textbooks.

VETOED: The Governor vetoed this Section and Section 44 which required the Department of Education to ascertain the maximum annual amount a school district would be required to use for the purchase of textbooks for accredited nonpublic schools. The Governor stated that these changes did not receive adequate discussion or analysis.

- 15 18 books and loose–leaf or bound manuals, systems of reusable
- 15 19 instructional materials or combinations of books and
- 15 20 supplementary instructional materials which convey information
- 15 21 to the student or otherwise contribute to the learning
- 15 22 process, or electronic textbooks, including but not limited to
- 15 23 computer software, applications using computer-assisted
- 15 24 instruction, interactive videodisc, and other computer
- 15 25 courseware and magnetic media.]
- 15 26 Sec. 40. Section 403.19, subsection 2, Code 2001, is
- 15 27 amended to read as follows:
- 15 28 2. That portion of the taxes each year in excess of such
- 15 29 amount shall be allocated to and when collected be paid into a
- 15 30 special fund of the municipality to pay the principal of and
- 15 31 interest on loans, moneys advanced to, or indebtedness,
- 15 32 whether funded, refunded, assumed, or otherwise, including
- 15 33 bonds issued under the authority of section 403.9, subsection
- 15 34 1, incurred by the municipality to finance or refinance, in
- 15 35 whole or in part, an urban renewal project within the area,
- 16 1 and to provide assistance for low and moderate income family
- 16 2 housing as provided in section 403.22, except that taxes for
- 16 3 the regular and voter–approved physical plant and equipment
- 16 4 levy of a school district imposed pursuant to section 298.2
- 16 5 and taxes for the payment of bonds and interest of each taxing
- 16 6 district must be collected against all taxable property within
- 16 7 the taxing district without limitation by the provisions of
- 16 8 this subsection. However, all or a portion of the taxes for
- 16 9 the physical plant and equipment levy shall be paid by the
- 16 10 school district to the municipality if the municipality
- 16 11 auditor certifies to the school district by July 1 the amount
- 16 12 of such levy that is necessary to pay the principal and
- 16 13 interest on indebtedness incurred bonds issued by the
- 16 14 municipality to finance an urban renewal project, which
- 16 15 indebtedness was incurred bonds were issued before July 1,
- 16 16 2000 2001. Indebtedness incurred to refund bonds issued prior
- 16 17 to July 1, 2001, shall not be included in the certification.
- 16 18 Such school district shall pay over the amount certified by

CODE: Requires that a municipality may certify to the county auditor the amount of Physical Plant and Equipment Levy (PPEL) revenue necessary to make bond payments. Indebtedness incurred to refund bonds issued before July 1, 2000, cannot be included in the amount certified. Requires the school district to pay the PPEL revenue to the municipality by November 1 and May 1 of the fiscal year following certification.

DETAIL: Current law requires that the PPEL revenue be paid by November 1.

- 16 19 November 1 and May 1 of the fiscal year following
- 16 20 certification to the school district. Unless and until the
- 16 21 total assessed valuation of the taxable property in an urban
- 16 22 renewal area exceeds the total assessed value of the taxable
- 16 23 property in such area as shown by the last equalized
- 16 24 assessment roll referred to in subsection 1, all of the taxes
- 16 25 levied and collected upon the taxable property in the urban
- 16 26 renewal area shall be paid into the funds for the respective
- 16 27 taxing districts as taxes by or for the taxing districts in
- 16 28 the same manner as all other property taxes. When such loans,
- 16 29 advances, indebtedness, and bonds, if any, and interest
- 16 30 thereon, have been paid, all moneys thereafter received from
- 16 31 taxes upon the taxable property in such urban renewal area
- 16 32 shall be paid into the funds for the respective taxing
- 16 33 districts in the same manner as taxes on all other property.
- 16 34 Sec. 41. Section 403.19, Code 2001, is amended by adding
- 16 35 the following new subsection:
- 17 1 <u>NEW SUBSECTION</u>. 7. For any fiscal year, a municipality
- 17 2 may certify to the county auditor for physical plant and
- 17 3 equipment revenue necessary for payment of principal and
- 17 4 interest on bonds issued prior to July 1, 2001, only if the
- 17 5 municipality certified for such revenue for the fiscal year
- 17 6 beginning July 1, 2000. A municipality shall not certify to
- 17 7 the county auditor for a school district more than the amount
- 17 8 the municipality certified for the fiscal year beginning July
- 17 9 1, 2000. If for any fiscal year a municipality fails to
- 17 10 certify to the county auditor for a school district by July 1
- 17 11 the amount of physical plant and equipment revenue necessary
- 17 12 for payment of principal and interest on such bonds, as
- 17 13 provided in subsection 2, the school district is not required
- 17 14 to pay over the revenue to the municipality. If a school
- 17 15 district and a municipality are unable to agree on the amount
- 17 16 of physical plant and equipment revenue certified by the
- 17 17 municipality for the fiscal year beginning July 1, 2001,
- 17 18 either party may request that the state appeal board review
- 17 19 and finally pass upon the amount that may be certified. Such

CODE: Requires that in subsequent years a municipality may only certify for PPEL revenue if the municipality had certified for PPEL revenue for the fiscal year beginning July 1, 2000. A municipality cannot certify an amount more than it certified for the fiscal year beginning July 1, 2000. If a municipality misses the certification deadline for a fiscal year, the municipality is not eligible to receive PPEL revenue from the school district. If a school district and municipality do not agree on the amount of PPEL revenue a municipality may certify, either party may, by July 31, request the State Appeal Board review and make a final decision on the amount that may be certified. The burden is on the municipality to prove it needs the revenue to pay bonds issued prior to July 1, 2000. The state appeal board must make its decision no later than the following October 1.

VETOED

statewide basis.

- 17 20 appeals must be presented in writing to the state appeal board
- 17 21 no later than July 31 following certification. The burden
- 17 22 shall be on the municipality to prove that the physical plant
- 17 23 and equipment levy revenue is necessary to pay principal and
- 17 24 interest on bonds issued prior to July 1, 2001. A final
- 17 25 decision must be issued by the state appeal board no later
- 17 26 than the following October 1.
- 17 27 [Sec. 42. Section 427.1, subsection 19, Code 2001, as
- 17 28 amended by 2001 Iowa Acts, Senate File 514, is amended by
- 17 29 adding the following new unnumbered paragraph:
- 17 30 NEW UNNUMBERED PARAGRAPH. For purposes of establishing the
- 17 31 valuation limitation under this subsection, if more than one
- 17 32 person has an ownership interest in the property, the multiple
- 17 33 owners shall be considered one owner so that the two hundred
- 17 34 thousand dollar limitation cannot be exceeded as a result of
- 17 35 multiple ownership. For purposes of applying the valuation
- 18 1 limitation to multiple properties owned by the same person,
- 18 2 the two hundred thousand dollar limitation shall apply per
- 18 3 owner on a statewide basis.]
- 18 4 Sec. 43. Section 483A.27, Code 2001, is amended by adding
- 18 5 the following new subsection:
- 18 6 NEW SUBSECTION. 11. A hunter safety and ethics instructor
- 18 7 certified by the department shall be allowed to conduct an
- 18 8 approved hunter safety and ethics education course on public
- 18 9 school property with the approval of a majority of the board
- 18 10 of directors of the school district. The conduct of an
- 18 11 approved hunter safety and ethics education course is not a
- 18 12 violation of any public policy, rule, regulation, resolution,
- 18 13 or ordinance which prohibits the possession, display, or use
- 18 14 of a firearm, bow and arrow, or other hunting weapon on public
- 18 15 school property or other public property in this state.

CODE: Amends SF 514 (Pollution Control Property Tax Exemption Act) and states that if there is more than one owner of the property, they will be limited to a single \$200,000 limitation. If a person owns more than one property, they will be limited to \$200,000 on a

VETOED: The Governor vetoed this Section and Section 48 and stated they were not necessary since SF 514 (Property Tax Limitation Act) was not enacted.

CODE: Allows certified hunter safety and ethics instructors to conduct hunter safety and ethics education courses on public school property.

[Sec. 44. Section 301.30, Code 2001, is repealed.]

VETOED

CODE: Repeals the Section of the Code of Iowa concerning payment for textbooks for nonpublic school students.

VETOED: The Governor vetoed this Section and Section 39 which required the Department of Education to ascertain the maximum annual amount a school district would be required to use for the purchase of textbooks for accredited nonpublic schools. The Governor stated that these changes did not did not receive adequate discussion or analysis.

Changes the effective date of HF 259 (Secretary of State - Notarial Officers Act). The effective date is changed from July 1, 2001, to January 1, 2002.

- Provides that Section 45 is effective upon enactment.
- Specifies that Sections 40 and 41, relating to certification of PPEL revenue, are effective upon enactment and apply to property taxes due and payable beginning in FY 2003.

Specifies that Section 42 is effective only if SF 514 (Property Tax Limitation Act) is enacted without a specified amendment.

DETAIL: Senate File 514 was not enacted.

VETOED: The Governor vetoed this Section and stated this Section was not necessary since SF 514 was not enacted.

- 18 17 Sec. 45. 2001 Iowa Acts, House File 259, shall not take
- 18 18 effect July 1, 2001, but shall take effect January 1, 2002.
- Sec. 46. EFFECTIVE DATE. Section 45 of this division of
- 18 21 upon enactment.
- 18 24 importance, take effect upon enactment and apply to property
- 18 26 July 1, 2002.
- [Sec. 48. CONTINGENT EFFECTIVE DATE. Section 42 of this
- 18 28 Act shall take effect only if 2001 lowa Acts, Senate File 514
- 18 29 is enacted without adoption of amendment H–1883 or, in the
- 18 30 alternative, Senate File 514 is enacted without adoption of H-
- 18 31 1914 to amendment H-1897 to Senate File 514. 1

18 20 this Act, being deemed of immediate importance, takes effect

18 22 Sec. 47. EFFECTIVE AND APPLICABILITY DATES. Sections 40.

18 23 and 41 of this division of this Act, being deemed of immediate

18 25 taxes due and payable in fiscal years beginning on or after

VETOED

PG LN	House File 755	Explanation
18 32 18 33	DIVISION VI SCHEDULED VIOLATIONS	
19 4 fo 19 5 p 19 6 ty 19 7 re	Sec. 49. Section 321.17, Code 2001, is amended to read as follows: 321.17 MISDEMEANOR TO VIOLATE REGISTRATION PROVISIONS. It is a simple misdemeanor punishable as a scheduled foliation under section 805.8A, subsection 2, paragraph "b", or any person to drive or move or for an owner knowingly to the ermit to be driven or moved upon the highway a vehicle of a super required to be registered under this chapter which is not registered, or for which the appropriate fee has not been aid, except as provided in section 321.109, subsection 3.	CODE: Makes corrective changes relating to scheduled violations.
19 14 v 19 15 t 19 16 a 19 17 r 19 18 r 19 19 i 19 20 r 19 21 s	Sec. 50. Section 321.98, Code 2001, is amended to read as follows: 321.98 OPERATION WITHOUT REGISTRATION. No A person shall not operate, nor shall and an owner shall not knowingly permit to be operated upon any highway any wehicle required to be registered and titled hereunder unless here shall be attached thereto and displayed thereon when and as required by this chapter a valid registration card and registration plate or plates issued therefor for the current registration year and unless a certificate of title has been ssued for such vehicle except as otherwise expressly permitted in this chapter. Any violation of this section is a simple misdemeanor punishable as a scheduled violation under section 805.8A, subsection 2, paragraph "b".	CODE: Makes corrective changes relating to scheduled violations.
19 25 19 26 <u>v</u> 19 27 f 19 28 v	Sec. 51. Section 321.193, unnumbered paragraph 4, Code 2001, is amended to read as follows: It is a simple misdemeanor punishable as a scheduled violation under section 805.8A, subsection 4, paragraph "a", for a person to operate a motor vehicle in any manner in violation of the restrictions imposed on a restricted license ssued to that person under this section.	CODE: Makes corrective changes relating to scheduled violations.

PG LN House File 755	Explanation
 19 30 Sec. 52. Section 321.216, unnumbered paragraph 1, Code 19 31 2001, is amended to read as follows: 19 32 It is a simple misdemeanor <u>punishable as a scheduled</u> 19 33 <u>violation under section 805.8A</u>, <u>subsection 4</u>, <u>paragraph "b"</u>, 19 34 for any person: 	CODE: Makes corrective changes relating to scheduled violations.
19 35 Sec. 53. Section 321.216B, Code 2001, is amended to read 20 1 as follows: 20 2 321.216B USE OF DRIVER'S LICENSE OR NONOPERATOR'S 20 3 IDENTIFICATION CARD BY UNDERAGE PERSON TO OBTAIN ALCOHOL. 20 4 A person who is under the age of twenty—one, who alters or 20 5 displays or has in the person's possession a fictitious or 20 6 fraudulently altered driver's license or nonoperator's 20 7 identification card and who uses the license to violate or 20 8 attempt to violate section 123.47, commits a simple 20 9 misdemeanor punishable by a fine of one hundred dollars as a 20 10 scheduled violation under section 805.8A, subsection 4, 20 11 paragraph "c". The court shall forward a copy of the 20 12 conviction to the department.	CODE: Makes corrective changes relating to scheduled violations.
20 13 Sec. 54. Section 321.216C, Code 2001, is amended to read 20 14 as follows: 20 15 321.216C USE OF DRIVER'S LICENSE OR NONOPERATOR'S 20 16 IDENTIFICATION CARD BY UNDERAGE PERSON TO OBTAIN CIGARETTES OR 20 17 TOBACCO PRODUCTS. 20 18 A person who is under the age of eighteen, who alters or 20 19 displays or has in the person's possession a fictitious or 20 20 fraudulently altered driver's license or nonoperator's 20 21 identification card and who uses the license or card to 20 22 violate or attempt to violate section 453A.2, subsection 2, 20 23 commits a simple misdemeanor punishable by a fine of one 20 24 hundred dollars as a scheduled violation under section 805.8A, 20 25 subsection 4, paragraph "c". The court shall forward a copy 20 of the conviction to the department.	CODE: Makes corrective changes relating to scheduled violations.

PG LN House File 755 Explanation Sec. 55. Section 321L.3, unnumbered paragraph 2, Code CODE: Makes corrective changes relating to scheduled violations. 20 28 2001, is amended to read as follows: 20 29 A person who fails to return the persons with disabilities 20 30 parking permit and subsequently misuses the permit by 20 31 illegally parking in a persons with disabilities parking space 20 32 is guilty of a simple misdemeanor and subject to a fine of up 20 33 to one hundred dollars punishable as a scheduled violation 20 34 under section 805.8A, subsection 1, paragraph "c". 20 35 Sec. 56. Section 321L.7, Code 2001, is amended to read as CODE: Makes corrective changes relating to scheduled violations. 21 1 follows: 21 2 321L.7 PENALTY FOR FAILING TO PROVIDE PERSONS WITH 21 3 DISABILITIES PARKING SPACES AND SIGNS. Failure to provide proper persons with disabilities parking 21 5 spaces as provided in section 321L.5 or to properly display 21 6 persons with disabilities parking signs as provided in section 21 7 321L.6 is a simple misdemeanor for which a fine of one hundred 21 8 dollars shall be imposed for each violation punishable as a 21 9 scheduled violation under section 805.8A, subsection 1, 21 10 paragraph "c". 21 11 Sec. 57. Section 452A.52, unnumbered paragraph 2, Code CODE: Makes corrective changes relating to scheduled violations. 21 12 2001, is amended to read as follows: 21 13 Any person who is unable to display either of the permits 21 14 or the license provided in section 452A.53 and brings into the 21 15 state in the fuel supply tanks of a commercial motor vehicle 21 16 more than thirty gallons of motor fuel or special fuel in 21 17 violation of the provisions of the preceding paragraph is 21 18 guilty of subsection 1 commits a simple misdemeanor punishable 21 19 as a scheduled violation under section 805.8A, subsection 13, 21 20 paragraph "c". [Sec. 58. CONFLICTING LEGISLATION. If both 2001 lowa Acts, Requires that if both SF 499 (Scheduled Fines Act) and HF 561 (Operation of All Terrain Vehicles Act) are enacted, the scheduled fine 21 22 Senate File 499 and 2001 Iowa Acts, House File 561 are enacted of \$50.00 enacted by SF 499 shall prevail.

VETOED

21 23 by the Seventy–ninth General Assembly and if House File 561

21 24 maintains the scheduled fine for a violation of section

PG LN House File 755	Explanation
21 25 321.234A at one hundred dollars, the scheduled fine of fifty 21 26 dollars, as enacted in Senate File 499, shall prevail and the	DETAIL: Senate File 499 was signed by the Governor. House File 561 was vetoed.
21 27 scheduled fine of one hundred dollars, as enacted in House 21 28 File 561, shall be void.]	VETOED: The Governor vetoed this Section and stated it was not necessary since HF 561 was vetoed.
21 29 Sec. 59. CONTINGENT EFFECTIVENESS. This division of this 21 30 Act takes effect only if 2001 lowa Acts, Senate File 499 is	Specifies that this Division is effective only if SF 499 (Scheduled Fines Act) is enacted.
21 31 enacted.	DETAIL: The Governor signed SF 499.
21 32 DIVISION VII 21 33 CORRECTIVE AMENDMENTS	
21 dd Gerille Twe Filler Fille	
21 34 Sec. 60. Section 103A.3, subsections 10, 11, 20, and 25,21 35 Code 2001, are amended to read as follows:	CODE: Makes a corrective amendment to the statute concerning factory built structures.
22 1 10. "Ground anchoring system" means any device or	
22 2 combination of devices used to securely anchor a manufactured	
22 3 or mobile home to the ground.	
22 4 11. "Ground support system" means any device or	
 5 combination of devices placed beneath a <u>manufactured or</u> mobile 6 home and used to provide support. 	
22 7 20. "Permanent site" means any lot or parcel of land on	
22 8 which a <u>manufactured or</u> mobile home used as a dwelling or	
22 9 place of business, is located for ninety consecutive days	
22 10 except a construction site when the manufactured or mobile	
22 11 home is used by a commercial contractor as a construction	
22 12 office or storage room.	
22 13 25. "Tiedown system" means a ground support system and a	
22 14 ground anchoring system used in concert to provide anchoring	
22 15 and support for a <u>manufactured or</u> mobile home.	
22 16 Sec. 61. Section 103A.26, Code 2001, if enacted by 2001	CODE: Makes a corrective amendment to SF185 (Factory Built
22 17 Iowa Acts, Senate File 185, section 4, is amended to read as	Structures Act).
22 18 follows:	
22 19 103A.26 MANUFACTURED <u>OR MOBILE</u> HOME INSTALLERS	

22 20 CERTIFICATION — VIOLATION — CIVIL PENALTY.

- 22 21 1. a. A person who installs a manufactured or mobile home
- 22 22 for another person shall be certified in accordance with rules
- 22 23 adopted by the commissioner pursuant to chapter 17A. The
- 22 24 commissioner may assess a fee sufficient to recover the costs
- 22 25 of administering the certification of manufactured or mobile
- 22 26 home installers. The commissioner may suspend or revoke the
- 22 27 certification of a manufactured or mobile home installer for
- 22 28 failure to perform installation of a manufactured or mobile
- 22 29 home, pursuant to certification standards as provided by rules
- 22 30 of the commissioner.
- 22 31 b. Notwithstanding section 103A.23, all fees collected by
- 22 32 the commissioner for the administration of the manufactured or
- 22 33 mobile home program shall be credited to the general fund of
- 22 34 the state and are appropriated to the commissioner for the
- 22 35 purpose of administering this certification program including
- 23 1 the employment of personnel for the enforcement and
- 23 2 administration of this program.
- 23 3 2. If a provision of this chapter or a rule adopted
- 23 4 pursuant to this chapter relating to the manufacture or
- 23 5 installation of a manufactured or mobile home is violated, the
- 23 6 commissioner may assess a civil penalty not to exceed one
- 23 7 thousand dollars for each offense. Each violation involving a
- 23 8 separate manufactured or mobile home, or a separate failure or
- 23 9 refusal to allow an act to be performed or to perform an act
- 23 10 as required by this chapter, or a rule adopted pursuant to
- 23 11 this chapter constitutes a separate offense. However, the
- 23 12 maximum amount of civil penalties which may be assessed for
- 23 13 any series of violations occurring within one year from the
- 23 14 date of the first violation shall not exceed one million
- 23 15 dollars.
- 23 16 Sec. 62. Section 165A.5, subsection 1, as enacted by 2001
- 23 17 Iowa Acts, Senate File 209, section 5, is amended to read as
- 23 18 follows:
- 23 19 1. Except as provided in this subsection, a A person
- 23 20 violating a provision of this chapter or any rule adopted
- 23 21 pursuant to this chapter shall be subject to a civil penalty

CODE: Makes a corrective amendment to SF 209 (Livestock-Johne's Disease Act).

23 22 of at least one hundred dollars but not more than one thousand

- 23 23 dollars. The proceeding to assess a civil penalty shall be
- 23 24 conducted as a contested case proceeding under chapter 17A.
- 23 25 Sec. 63. Section 172E.1, subsection 3, as enacted by 2001
- 23 26 Iowa Acts, Senate File 209, section 6, is amended to read as
- 23 27 follows:
- 23 28 3. "Livestock market" means any place where livestock are
- 23 29 assembled from two or more sources for public auction, private
- 23 30 sale, or sale on a commission basis, which is under state or
- 23 31 federal supervision, including a livestock auction market, if
- 23 32 such livestock are kept in the place for ten days or less.
- 23 33 Sec. 64. Section 232.21, subsection 4, Code 2001, as
- 23 34 amended by 2001 Acts, Senate File 458, section 5, if enacted,
- 23 35 is amended to read as follows:
- 24 1 4. A child placed in a shelter care facility under this
- 24 2 section shall not be held for a period in excess of forty-
- 24 3 eight hours without an oral or written court order authorizing
- 24 4 the shelter care. When the action is authorized by an oral
- 24 5 court order, the court shall enter a written order before the
- 24 6 end of the next day confirming the oral order and indicating
- 24 7 the reasons for the order. A child placed in shelter care
- 24 8 pursuant to section 232.19, subsection 1, paragraph "c", shall
- 24 9 not be held in excess of seventy-two hours in any event. If
- 24 10 deemed appropriate by the court, an order authorizing shelter
- 24 11 care placement may include a determination that continuation
- 24 12 of the child in the child's home is contrary to the child's
- 24 13 welfare and that reasonable efforts as defined in section
- 24 14 232.57 have been made. The inclusion of such a determination
- 24 15 shall not under any circumstances be deemed a prerequisite for
- 24 16 entering an order pursuant to this section. However, the
- 24 17 inclusion of such a finding determination, supported by the
- 24 18 record, may assist the department in obtaining federal funding
- 24 19 for the child's placement.

CODE: Makes a corrective amendment to SF 209 (Livestock-Johne's Disease Act).

CODE: Makes a corrective amendment to SF 458 (Human Services and Juvenile Issues Act).

25 14

351.39 CONFINEMENT.

25 15 If a local board of health receives information that an 25 16 animal has bitten a person or that a dog or animal is

25 17 suspected of having rabies, the board shall order the owner to

24 20 Sec. 65. Section 321.113, subsection 5, paragraph b, CODE: Makes a corrective amendment to SF 350 (Transportationrelated Statutory Changes Act). 24 21 unnumbered paragraph 1, if enacted by 2001 Iowa Acts, Senate 24 22 File 350, section 4, is amended to read as follows: 24 23 If the title of a 1993 model year or older motor vehicle is 24 24 transferred to a new owner or if such a motor vehicle is 24 25 brought into the state on or after January 1, 2002, the 24 26 registration fee shall not be based on the weight and list 24 27 price of the motor vehicle, but shall be as follows: 24 28 Sec. 66. Section 322B.2, subsection 4, if enacted by 2001 CODE: Makes a corrective amendment to HF 656 (Manufactured 24 29 Iowa Acts, House File 656, section 2, is amended to read as Homes Act). 24 30 follows: 24 31 4. "Manufactured or mobile home distributor" means a 24 32 person who sells or distributes manufactured or mobile homes 24 33 to manufactured or mobile home retailers. CODE: Makes a corrective amendment to SF 453 (Administrative 24 34 Sec. 67. Section 331.303, subsection 1, paragraph b, Code 24 35 2001, as amended by 2001 Iowa Acts, Senate File 453, section Procedures of Certain County Officers Act). 25 1 1, is amended to read as follows: b. A "warrant book" which records each warrant drawn in 25 3 the order of issuance by number, date, amount, and name of 25 4 drawee, and refers to the order in the minute book authorizing 25 5 its drawing. The board may authorize the auditor to issue 25 6 checks in lieu of warrants. If the issuance of checks is 25 7 authorized, the word "check" shall be substituted for the word 25 8 "warrant" in those sections of this chapter and chapters 6B.11 25 9 6B, 11, 35B, 336, 349, 350, 427B, and 468 in which the 25 10 issuance of a check is authorized in lieu of a warrant. Sec. 68. Section 351.39, Code 2001, as amended by 2001 CODE: Makes a corrective amendment to HF 179 (Dogs Used By Police or Correctional Officers Act). 25 12 Iowa Acts, House File 179, section 1, is amended to read as 25 13 follows:

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25 18 confine such animal in the manner it directs. If the owner

25 19 fails to confine such animal in the manner directed, the

25 20 animal shall be apprehended and impounded by such board, and

25 21 after ten days the board may humanely destroy the animal. If 25 22 such animal is returned to its owner, the owner shall pay the

25 23 cost of impoundment. This section shall not apply to if a

25 24 police service dog or a horse used by a law enforcement

25 25 agency, that is and acting in the performance of its duties

25 26 which has bitten a person.

25 27 Sec. 69. Section 466.8, unnumbered paragraph 1, as enacted

25 28 by 2001 Iowa Acts, Senate File 479, section 2, is amended to

25 29 read as follows:

25 30 The department of natural resources shall establish an on-

25 31 site wastewater systems assistance program for the purpose of

25 32 providing low-interest loans to homeowners residing outside

25 33 the boundaries of a city for improving on-site wastewater

25 34 disposal systems.

25 35 Sec. 70. Section 466.8, subsection 4, as enacted by 2001

26 1 Iowa Acts, Senate File 479, section 2, is amended to read as

26 2 follows:

26 3 4. The department shall report to the general assembly

26 4 annually on the progress of the on-site wastewater systems

26 5 assistance program.

26 6 Sec. 71. Section 507B.4A, subsection 2, paragraph c, as

26 7 enacted by 2001 lowa Acts, Senate File 500, section 8, is

26 8 amended to read as follows:

26 9 c. The commissioner shall adopt rules establishing

26 10 processes for timely adjudication and payment of claims by

26 11 insurers for health care benefits. The rules shall be

26 12 consistent with the time frames and other procedural standards

26 13 for claims decisions by group health plans established by the

26 14 United States department of labor pursuant to 29 C.F.R. pt.

26 15 2560 in effect at the time of passage of this Act on January

26 16 <u>1, 2002</u>.

CODE: Makes a corrective amendment to SF 479 (Wastewater Systems Act).

CODE: Makes a corrective amendment to SF 479 (Wastewater Systems Act).

CODE: Makes a corrective amendment to SF 500 (Operation and Regulation of Insurance Companies).

PG LN	House File 755	Explanation
26 19 26 20 26 21 26 22 26 23 26 24 26 25	Sec. 72. Section 522B.14, subsection 11, as enacted by 2001 lowa Acts, Senate File 276, section 28, is amended to read as follows: 11. An insurer, the authorized representative of the insurer, or an insurance producer that fails to report as required under this section, or that is found to have reported with actual malice by a court of competent jurisdiction, after notice and hearing, may have its license or certificate of authority suspended or revoked and may be fined penalized as provided in section 522B.17.	CODE: Makes a corrective amendment to SF 276 (Licensure of Insurance Producers).
26 29 26 30 26 31 26 32 26 33	Sec. 73. Section 523A.401, subsection 5, paragraph c, if enacted by 2001 lowa Acts, Senate File 473, section 28, is amended to read as follows: c. The policy shall have an increasing death benefit or similar feature that provides some means for increasing the funding as the cost of cemetery merchandise, funeral merchandise, and cemetery goods and funeral services increases.	CODE: Makes a corrective amendment to SF 473 (Securities Agent Act).
27 227 327 4	Sec. 74. Section 523A.405, subsection 1, if enacted by 2001 lowa Acts, Senate File 473, section 32, is amended to read as follows: 1. In lieu of trust requirements, a seller may file with the commissioner a surety bond issued by a surety company authorized to do business and doing business within this	CODE: Makes a corrective amendment to SF 473 (Securities Agent Act).

27 6 state. The bond must be conditioned upon the seller's
27 7 faithful performance of purchase agreements subject to this

8 chapter. The surety's liability extends to each such
9 agreement executed while the bond is in force and until
10 performance or recision of the purchase agreement. The
11 aggregate liability of the surety for any and all breaches of
12 the conditions of the bond shall not exceed the penal sum of
13 the bond. To the extent expressly agreed to in writing by the
14 surety, the surety's liability extends to each such agreement
15 subject to this chapter executed prior to the time the bond
16 was in force and until performance or recision of the

- 27 17 agreement. A purchaser aggrieved by a breach of a condition
- 27 18 of the bond covering the purchaser's agreement may maintain an
- 27 19 action against the bond. If, at the time of the breach, the
- 27 20 purchaser is aware of the purchaser's rights under the bond
- 27 21 and how to file a claim against the bond, the surety shall not
- 27 22 be liable for any breach of condition unless the surety
- 27 23 receives notice of a claim within sixty days following
- 27 24 discovery of the acts, omissions, or conditions constituting
- 27 25 the breach of condition, except as otherwise provided in this
- 27 26 section. A surety bond shall not be canceled by a surety
- 27 27 except upon a written notice of cancellation given by the
- 27 28 surety to the commissioner by restricted certified mail, and
- 27 29 not prior to the expiration of sixty days after receipt of the
- 27 30 notice by the commissioner. The surety's liability shall
- 27 31 extend to each purchase agreement subject to this chapter
- 27 32 executed prior to cancellation of the surety bond until the
- 27 33 seller has complied with section subsection 3.
- 27 34 Sec. 75. Section 554.9525, subsections 3 and 4, as enacted
- 27 35 by 2000 lowa Acts, chapter 1149, section 96, are amended to
- 28 1 read as follows:
- 28 2 3. 2. NUMBER OF NAMES. The number of names required to be
- 28 3 indexed does not affect the amount of the fee in subsections
- 28 4 subsection 1 and 2.
- 28 5 4.3. RESPONSE TO INFORMATION REQUEST. A rule of
- 28 6 ordinance adopted pursuant to subsection 1 must set the fee
- 28 7 for responding to a request for information from the filing
- 28 8 office, including for communicating whether there is on file
- 28 9 any financing statement naming a particular debtor. A fee for
- 28 10 responding to a request communicated in writing must be not
- 28 11 less than twice the amount of the fee for responding to a
- 28 12 request communicated by another medium authorized by the
- 28 13 office of secretary of state or the board of supervisors for
- 28 14 the filing office where its filing office is located.

CODE: Makes a corrective amendment to the Uniform Commercial Code.

28 15 Sec. 76. Section 558.39, unnumbered paragraph 1, Code

28 16 2001, as amended by 2001 Iowa Acts, House File 259, is amended

28 17 to read as follows:

28 18 The following forms of acknowledgment shall be sufficient

28 19 in the cases to which they are respectively applicable. In

28 20 each case where one of these forms is used, the name of the

28 21 state and county where the acknowledgment is taken shall

28 22 precede the body of the certificate, and the signature and

28 23 official title of the officer shall follow it as indicated in

28 24 the first form and shall constitute a part of the certificate,

28 25 and the stamp or seal of the officer shall be attached when

28 26 necessary under the provision of this chapter and as provided

28 27 in section 9E.6 9E.6A. No certificate of acknowledgment shall

28 28 be held to be defective on account of the failure to show the

28 29 official title of the officer making the certificate if such

28 30 title appears either in the body of such certificate or in

28 31 connection therewith, or with the signature thereto.

28 32 Sec. 77. Section 627.6, subsection 8, paragraph f,

28 33 subparagraph (3), Code 2001, as amended by 2001 lowa Acts,

28 34 House File 654, section 3, if enacted, is amended to read as

28 35 follows:

29 1 (3) For simplified employee pension plans, self-employed

29 2 pension plans (also known as Keogh plans or H.R. 10 plans),

29 3 individual retirement accounts established under section

29 4 408(a) of the Internal Revenue Code, individual retirement

29 5 annuities established under section 408(b) of the Internal

29 6 Revenue Code, savings incentive matched plans for employees,

29 7 salary reduction simplified employee pension plans (also known

29 8 as SARSEPs), and similar plans for retirement investments

29 9 authorized in the future under federal law, the exemption for

29 10 contributions shall not exceed, for each tax year of

29 11 contributions, the actual amount of the contribution deducted

29 12 for individual retirement accounts and annuities established

29 13 under section 408 of the Internal Revenue Code or the maximum

29 14 amount which could be contributed and deducted in the tax year

CODE: Makes a corrective amendment to HF 259 (Secretary of State - Notarial Officers Act).

CODE: Makes a corrective amendment to HF 654 (Contributions to Retirement Plans Act).

	29	15	of the	-contribution	on th	e debto	r's tax	return	or the	maximun
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- 29 16 amount which could be contributed to an individual retirement
- 29 17 account established under section 408(a) of the Internal
- 29 18 Revenue Code and deducted in the tax year of the contribution,
- 29 19 whichever is less. The exemption for accumulated earnings and
- 29 20 market increases in value of plans under this subparagraph
- 29 21 shall be limited to an amount determined by multiplying all
- 29 22 the accumulated earnings and market increases in value by a
- 29 23 fraction, the numerator of which is the total amount of exempt
- 29 24 contributions as determined by this subparagraph, and the
- 29 25 denominator of which is the total of exempt and nonexempt
- 29 26 contributions to the plan.
- 29 27 Sec. 78. Section 633.4213, subsection 5, Code 2001, is
- 29 28 amended to read as follows:
- 29 29 5. A trustee shall prepare and send to the beneficiaries
- 29 30 an account of the trust property, liabilities, receipts, and
- 29 31 disbursements at least annually, at the termination of the
- 29 32 trust, and upon a change of a trustee. An accounting on
- 29 33 behalf of a former trustee shall be prepared by the former
- 29 34 trustee, or if the trustee's appointment \underline{is} terminated by
- 29 35 reason of death or incapacity, by the former trustee's
- 30 1 personal representative or guardian or conservator.
- 30 2 Sec. 79. Section 702.11, subsection 2, paragraph e, as
- 30 3 enacted by 2001 lowa Acts, Senate File 63, section 1, is
- 30 4 amended to read as follows:
- 30 5 e. Child endangerment resulting in bodily injury to a
- 30 6 child or a minor in violation of section 726.6, subsection 2A.
- 30 7 Sec. 80. 2001 Iowa Acts, House File 656, section 15, is
- 30 8 amended to read as follows:
- 30 9 SEC. 15. Sections 103A.3, 103A.30, 103A.31, 321.1, 321.47,
- 30 10 321.123, 321.251, 321.284A, 321.457, 321E.28, 321E.31,
- 30 11 331.429, 331.653, 422.43, 422A.1, 425.17, 426A.11, 427.11,
- 30 12 435.22, 441.17, 445.1, 445.36A, 445.37, 445.38, 515C.1,
- 30 13 534.605, 562B.2, 562B.13, 631.1, 631.4, and 648.3, Code 2001,

CODE: Makes a corrective amendment to the Probate Code.

CODE: Makes a corrective amendment to SF 63 (Child Endangerment Act).

CODE: Makes a corrective amendment to HF 656 (Manufactured Homes Act).

PG LN House File 755 Explanation 30 14 are amended by inserting before the words "mobile home" the 30 15 words "manufactured or". 30 16 Sec. 81. DIRECTION TO CODE EDITOR. In codifying Directs the Code Editor to make corrective changes to the new article 30 17 provisions of 2000 lowa Acts, chapter 1149, in Code Supplement of the Uniform Commercial Code that takes effect July 1, 2001. Requires the Code Editor to consult with the Iowa State Bar 30 18 2001, the Code editor may change references from "this Act" to Association before making the changes. 30 19 an appropriate reference, including but not limited to "this 30 20 Article", wherever it appears in the Act, after consultation 30 21 with the lowa state bar association. The lowa state bar 30 22 association is requested to respond to the Code editor's 30 23 consultations by no later than July 31, 2001. Nothing in this 30 24 section limits the authority of the Code editor under section 30 25 2B.13. Specifies that the Sections in this Division are effective only if HF 656 Sec. 82. CONTINGENT EFFECTIVENESS. The sections of this 30 27 division of this Act amending Code section 103A.3 and Code (Manufactured Homes Act) is enacted. 30 28 section 103A.26, if enacted, and Code section 322B.2, take DETAIL: The Governor signed HF 656. 30 29 effect only if 2001 lowa Acts, House File 656 is enacted.

30 30 HF 755 30 31 mg/es/25